

Company Registration No. 877142 (England and Wales)

**FLYING SERVICE ENGINEERING (SALES) LIMITED**  
**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 1999**



A09  
COMPANIES HOUSE

\*AXNRJTHE\*

0498  
30/08/00

# FLYING SERVICE ENGINEERING (SALES) LIMITED

## COMPANY INFORMATION

---

<b>Directors</b>	E.A. Burne R.E. Burne
<b>Secretary</b>	R.E. Burne
<b>Company number</b>	877142
<b>Registered office</b>	5, Curfew Yard Windsor Berkshire SL4 1SN
<b>Auditors</b>	Foreman & Hill 5, Curfew Yard Windsor Berkshire SL4 1SN
<b>Business address</b>	Unit 5, Springfield Road Chesham Buckinghamshire England HP5 1PP

---

# FLYING SERVICE ENGINEERING (SALES) LIMITED

## CONTENTS

---

	Page
Directors' report	1
Auditors' report	2
Profit and loss account	3
Balance sheet	4
Notes to the financial statements	5 - 9

---

# FLYING SERVICE ENGINEERING (SALES) LIMITED

## DIRECTORS' REPORT

FOR THE YEAR ENDED 31 OCTOBER 1999

---

The directors present their report and financial statements for the year ended 31 October 1999.

### Principal activities

The principal activity of the group continued to be that of the manufacture of aircraft seats and other interior fittings.

### Directors

The following directors have held office since 1 November 1998:

E.A. Burne

R.E. Burne

In addition R. E. Burne owns 235 ordinary shares in the company's subsidiary Flying Service Engineering & Equipment Limited (1996 235 Ordinary shares).

### Directors' interests

The directors' beneficial interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	31 October 1999	1 November 1998
E.A. Burne	10	10
R.E. Burne	10	10

### Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Foreman & Hill be reappointed as auditors of the company will be put to the Annual General Meeting.

### Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board

E.A. Burne



Director

23 August 2000

# FLYING SERVICE ENGINEERING (SALES) LIMITED

## AUDITORS' REPORT

### TO THE SHAREHOLDERS OF FLYING SERVICE ENGINEERING (SALES) LIMITED

---

We have audited the financial statements on pages 3 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

#### **Respective responsibilities of directors and auditors**

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

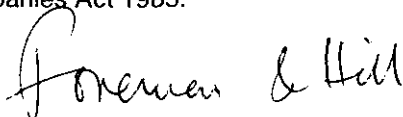
#### **Basis of opinion**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

#### **Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 October 1999 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**Foreman & Hill**

23 August 2000

Chartered Accountants

**Registered Auditor**

5, Curfew Yard

Windsor

Berkshire

SL4 1SN

# FLYING SERVICE ENGINEERING (SALES) LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 OCTOBER 1999

	Notes	1999 £	1998 £
Turnover		1,439,559	979,068
Administrative expenses		(109,644)	(109,117)
<b>Operating profit</b>	<b>2</b>	<b>1,329,915</b>	<b>869,951</b>
Other interest receivable and similar income		90,347	83,821
<b>Profit on ordinary activities before taxation</b>		<b>1,420,262</b>	<b>953,772</b>
Tax on profit on ordinary activities	<b>3</b>	(432,242)	(295,669)
<b>Profit on ordinary activities after taxation</b>		<b>988,020</b>	<b>658,103</b>
Dividends		(600,000)	(600,000)
<b>Retained profit for the year</b>	<b>10</b>	<b>388,020</b>	<b>58,103</b>

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

# FLYING SERVICE ENGINEERING (SALES) LIMITED


## BALANCE SHEET AS AT 31 OCTOBER 1999

	Notes	1999 £	£	1998 £	£
<b>Fixed assets</b>					
Tangible assets	4	104,008		107,006	
Investments	5	234,103		234,103	
		<u>338,111</u>		<u>341,109</u>	
<b>Current assets</b>					
Debtors	6	44,906		197,507	
Cash at bank and in hand		1,602,865		1,312,517	
		<u>1,647,771</u>		<u>1,510,024</u>	
<b>Creditors: amounts falling due within one year</b>	7	<u>(714,687)</u>		<u>(967,958)</u>	
<b>Net current assets</b>		<u>933,084</u>		<u>542,066</u>	
<b>Total assets less current liabilities</b>		<u>1,271,195</u>		<u>883,175</u>	
<b>Capital and reserves</b>					
Called up share capital	9	30		30	
Share premium account	10	9,990		9,990	
Profit and loss account	10	1,261,175		873,155	
<b>Shareholders' funds - equity interests</b>	11	<u>1,271,195</u>		<u>883,175</u>	

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 23 August 2000

E.A. Burne  
Director



# FLYING SERVICE ENGINEERING (SALES) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 1999

### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

#### 1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

#### 1.3 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Freehold	2% Straight line
Motor vehicles	25% Straight line

#### 1.4 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

#### 1.5 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with SSAP 24.

#### 1.6 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

#### 1.7 Group accounts

The financial statements present information about the company as an individual undertaking and not about its group. The company and its subsidiary undertaking comprise a medium-sized group. The company has therefore taken advantage of the exemptions provided by section 248 of the Companies Act 1985 not to prepare group accounts.

<b>2 Operating profit</b>	<b>1999</b>	<b>1998</b>
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	2,998	2,998
Auditors' remuneration	1,450	1,420
Directors' emoluments	96,000	96,000
	<u>          </u>	<u>          </u>
<b>3 Taxation</b>	<b>1999</b>	<b>1998</b>
	£	£
<b>U.K. current year taxation</b>		
U.K. corporation tax at 30% (1998 - 31%)	431,954	295,669
<b>Prior years</b>		
U.K. corporation tax	288	-
	<u>          </u>	<u>          </u>
	<u>432,242</u>	<u>295,669</u>



# FLYING SERVICE ENGINEERING (SALES) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 1999

### 4 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
<b>Cost</b>			
At 1 November 1998 & at 31 October 1999	149,886	48,270	198,156
<b>Depreciation</b>			
At 1 November 1998	42,880	48,270	91,150
Charge for the year	2,998	-	2,998
At 31 October 1999	45,878	48,270	94,148
<b>Net book value</b>			
At 31 October 1999	104,008	-	104,008
At 31 October 1998	107,006	-	107,006

# FLYING SERVICE ENGINEERING (SALES) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 1999

### 5 Fixed asset investments

	Shares in group undertakings and participating interests £
<b>Cost</b>	
At 1 November 1998 & at 31 October 1999	234,103

#### Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Class	Shares held %
<b>Subsidiary undertakings</b>			
Flying Service Engineering and Equipment Ltd.	England & Wales	Ordinary	91

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves	Profit for the year
Flying Service	2,084,707	97,396
Engineering and Equipment Ltd.	-	-

The holding at 31st October 1999 represents 91.4% (1998: 91.4%) of the issued ordinary share capital of the company Flying Service Engineering and Equipment Limited (incorporated in England and Wales), a manufacturer of aircraft seats and other interior fittings.

6 Debtors	1999 £	1998 £
Other debtors	44,906	197,507

# FLYING SERVICE ENGINEERING (SALES) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 1999

7	Creditors: amounts falling due within one year	1999 £	1998 £
	Amounts owed to group undertakings and undertakings in which the company has a participating interest	(336,452)	135,524
	Taxation and social security	749,689	456,014
	Other creditors	301,450	376,420
		<u>714,687</u>	<u>967,958</u>

### 8 Pension costs

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £20,300(1998 - £9,150).

9	Share capital	1999 £	1998 £
	<b>Authorised</b>		
	100 Ordinary shares of £ 1 each	<u>100</u>	<u>100</u>
	<b>Allotted, called up and fully paid</b>		
	30 Ordinary shares of £ 1 each	<u>30</u>	<u>30</u>

### 10 Statement of movements on reserves

	Share premium account £	Profit and loss account £
Balance at 1 November 1998	9,990	873,155
Retained profit for the year	-	388,020
Balance at 31 October 1999	<u>9,990</u>	<u>1,261,175</u>

# FLYING SERVICE ENGINEERING (SALES) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 1999

---

11	Reconciliation of movements in shareholders' funds	1999 £	1998 £
	Profit for the financial year	988,020	658,103
	Dividends	(600,000)	(600,000)
		<hr/>	<hr/>
	Net addition to shareholders' funds	388,020	58,103
	Opening shareholders' funds	883,175	825,072
		<hr/>	<hr/>
	Closing shareholders' funds	1,271,195	883,175
		<hr/>	<hr/>

### 12 Contingent liabilities

There were no contingent liabilities at 31st October 1999 or 31st October 1998.

### 13 Related party transactions

The company made sales of £1,439,559 (1998 £979,068) to its subsidiary undertaking, Flying Service Engineering and Equipment Limited.