

Company No: 530321

**Registrar
Of Companies**

M C A (ASTON) LIMITED
REPORT AND FINANCIAL STATEMENTS
31 December 2000

COLLINS HART
CHARTERED ACCOUNTANTS
SUTTON COLDFIELD



M C A (ASTON) LIMITED

Company Information

Directors

P J Brown
P A Brown

Secretary

P A Brown

Company number

530321

Registered office

40 Victoria Road
Aston
Birmingham
B6 5HF

Accountants

Collins Hart
Victoria House
437 Birmingham Road
Wylde Green
Sutton Coldfield
West Midlands
B72 1AX

Bankers

National Westminster Bank plc
371 Stratford Road
Sparkhill
Birmingham
B11 4JY

M C A (ASTON) LIMITED

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M C A (ASTON) LIMITED

Report of the Directors

The directors present their report and the financial statements for the year ended 31 December 2000.

Principal activity

The principal activity of the company is that of the manufacture and supply of motor cycle accessories.

Directors

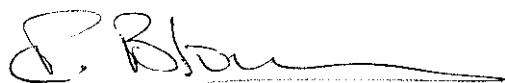
The directors who served during the period and their beneficial interests in the issued ordinary share capital were as follows:

	Number of shares	
	31 December 2000	31 December 1999
Ordinary shares of £1 each		
P J Brown	100	100
P A Brown	100	100

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

This report was approved by the board on 28 September 2001.

On behalf of the board



P A Brown
Secretary

MCA (ASTON) LIMITED

Report of the Accountants

ACCOUNTANTS REPORT ON THE UNAUDITED ACCOUNTS TO THE DIRECTORS OF

MCA (ASTON) LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 December 2000 set out on pages 3 to 11 and you consider that the company is exempt both from an audit and a report under section 249A(2) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

**Victoria House
437 Birmingham Road
Wylde Green
Sutton Coldfield
West Midlands
B72 1AX**

**Collins Hart
Chartered Accountants**

Date: 28 September 2001

M C A (ASTON) LIMITED**Profit and Loss Account****For the year ended 31 December 2000**

	Notes	2000 £	1999 £
Turnover	2	849,419	933,802
Cost of sales		513,949	562,621
Gross profit		335,470	371,181
Distribution costs		93,350	102,736
Administration expenses		204,310	205,375
		37,810	63,070
Other operating income	3	3,578	7,445
Operating profit	4	41,388	70,515
Other interest receivable and similar income		613	187
		42,001	70,702
Interest payable and similar charges		10,099	8,716
Profit on ordinary activities before taxation		31,902	61,986
Tax on profit on ordinary activities	5	9,378	13,605
Profit on ordinary activities after taxation		22,524	48,381
Dividends	6	16,000	14,667
Retained profit for the year	17	6,524	33,714

The notes on pages 5 to 11 form part of these financial statements.

M C A (ASTON) LIMITED**Balance sheet****As at 31 December 2000**

		2000		1999	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	7		450,345		230,650
Current assets					
Stock	8	794,250		808,250	
Debtors	9	121,521		221,321	
Cash and bank and in hand		41,830		19,184	
		<u>957,601</u>		<u>1,048,755</u>	
Creditors: amounts falling due within one year	10	<u>480,740</u>		<u>472,924</u>	
Net current assets			476,861		575,831
Total assets less current liabilities			<u>927,206</u>		<u>806,481</u>
Creditors: amounts falling due after more than one year	11		134,196		18,700
			<u>793,010</u>		<u>787,781</u>
Provisions for liabilities and charges	14		593		1,888
			<u>792,417</u>		<u>785,893</u>
Capital and reserves					
Called up share capital	15		200		200
Revaluation reserve	16		79,231		79,231
Profit and loss account	17		712,986		706,462
Shareholder's funds			<u>792,417</u>		<u>785,893</u>

The directors are satisfied that the company was entitled to exemption under subsection 1 of section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to subsection of section 249B.

The directors acknowledge their responsibilities for:

- i ensuring that the company keeps accounting records which comply with section 221; and
- ii preparing accounts which give a true and fair view of the state of affairs of the company at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of this Act relating to accounts so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The financial statements were approved by the board on 28 September 2001.

On behalf of the board

P J BROWN

Director

The notes on pages 5 to 11 form part of these financial statements.

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M C A (ASTON) LIMITED

Notes to the Financial Statements

As at 31 December 2000

1 Accounting Policies

Accounting convention

These financial statements are prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Turnover

Turnover represents work invoiced net of value added tax.

Tangible fixed assets

Depreciation is provided on all tangible fixed assets at rates calculated to write off cost, less estimated residual value, of each asset over its expected useful life as follows:

Plant and fixtures	- 10% pa reducing balance basis
Motor vehicles	- 25% pa reducing balance basis
Computer equipment	- 25% pa reducing balance basis
Tooling	- 33.3% pa straight line method

The directors have not depreciated freehold property since in their opinion the land value of the freehold property is not materially different from the present valuation. Provision will be made should any permanent diminution in value of the property occur; such provision being based on the prices prevailing at the time of acquisition or subsequent valuation.

Stocks

Stock and work in progress is valued at the lower of cost and net realisable value.

Cost represents materials, direct labour and appropriate production overheads.

Deferred taxation

Deferred taxation is provided on the liability method on all short term timing differences.

Provision is also made for long term timing differences, except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Leased assets

Assets acquired under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their expected useful lives. The interested element is charged to the profit and loss account on a straight line basis.

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on an arising basis.

Pension costs

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

M C A (ASTON) LIMITED**Notes to the Financial Statements (continued)****As at 31 December 2000****2 Turnover**

The turnover was derived from the principal activity of the company of which 34% (1999 37%) related to exports.

3 Other operating income**2000****1999****£****£**

Accommodation and services charged to associated company

3,578**7,445****4 Operating profit****Is stated after charges for:**

Depreciation of tangible assets:

owned

8,291

9,235

held under HP contracts

9,735

10,878

Loss on disposals of fixed assets

3,250

7,833

Director's emoluments being remuneration for management services

12,236

10,250

Directors pension contributions

8,400

500

Auditors remuneration

-

6,250

Hire of plant and machinery:

operating leases

-

551

5 Taxation**Based on the profit for the year:**

UK corporation tax at small company rates

7,241

15,000

Adjustment in respect of a previous period

3,432

(146)

Deferred taxation at 20% (1999 20%)

(692)

(1,249)

Deferred tax overprovision in earlier years

(603)

-

9,378**13,605****6 Dividends**

Dividends paid

16,000**14,667**

M C A (ASTON) LIMITED

Notes to the Financial Statements (continued)

As at 31 December 2000

7 Tangible fixed assets	Freehold property £	Tooling £	Plant, fixtures and fittings £	Motor vehicles £	Total £
Cost					
At 31 December 1999	151,594	11,435	76,270	58,711	298,010
Additions	224,461	-	6,950	14,560	245,971
Disposals	-	-	-	(11,000)	(11,000)
At 31 December 2000	376,055	11,435	83,220	62,271	532,981
Depreciation					
At 31 December 1999	-	9,812	39,703	17,845	67,360
Charge for the year	-	812	5,420	11,794	18,026
Eliminated on disposals	-	-	-	(2,750)	(2,750)
At 31 December 2000	-	10,624	45,123	26,889	82,636
Net book value					
At 31 December 2000	376,055	811	38,097	35,382	450,345
At 31 December 1999	151,594	1,623	36,567	40,866	230,650

The net book value of tangible fixed assets includes £28,991 (1999 £32,631) in respect of assets held under finance leases and hire purchase contracts. Depreciation charged in the year on those assets amounted to £9,663 (1999 £10,878).

The freehold property at 40-50 Victoria Road, Birmingham was revalued during the year ended 31 March 1990 on the basis of its open market value. The valuation was carried out by a member of the Royal Institution of Chartered Surveyors.

The net book value of the freehold property comprises:

	2000 £	1999 £
40-50 Victoria Road		
Cost	20,769	20,769
Surplus on revaluation 1990	79,231	79,231
Additions:		
1996	11,884	11,884
1998 (adjusted)	4,710	4,710
1999	700	700
	117,294	117,294
38 Victoria Road		
Additions:		
1994	34,300	34,300
Crown works - Baltimore Road	224,461	-
	376,055	151,594

M C A (ASTON) LIMITED**Notes to the Financial Statements (continued)****As at 31 December 2000**

8	Stocks	2000	1999
		£	£
	Goods for resale	742,750	756,750
	Work in progress	51,500	51,500
		794,250	808,250
9	Debtors		
	Trade debtors	94,284	184,754
	Other debtors	22,289	5,788
	Prepayments and accrued income	4,948	30,779
		121,521	221,321
10	Creditors: amounts falling due within one year		
	Bank overdraft	33,103	75,416
	Obligations due under finance leases and hire purchase contracts (see note 11)	8,313	5,933
	Trade creditors	79,168	314,135
	Taxation and social security	8,819	11,010
	Accruals and deferred income	19,654	35,990
	Corporation tax	7,089	13,563
	Other creditors	316,294	16,877
	Bank loan (see note 13)	8,300	-
		480,740	472,924

The bank loan and overdraft are guaranteed by mortgages on the freehold properties of the company.

M C A (ASTON) LIMITED**Notes to the Financial Statements (continued)****As at 31 December 2000**

11	Creditors: amounts falling due after more than one year	2000	1999
		£	£
	Obligations under finance leases and hire purchase contracts	17,496	18,700
	Bank loan (see note 13)	116,700	-
		<u>134,196</u>	<u>18,700</u>
12	Obligations under finance leases and hire purchase contracts are due as follows:		
	Within one year	8,313	5,933
	Within two to five years	17,496	18,700
		<u>25,809</u>	<u>24,633</u>
13	Bank loan		
	Falling due within one year	8,300	
	Falling due in 2 -5 years	43,000	
	Falling due after 5 years	73,700	
		<u>125,000</u>	

The company received a mortgage loan during the year of £125,000. This is repayable over 10 years at a rate of 2½% over bank base rate. The mortgage is secured over the Crown Works property.

M C A (ASTON) LIMITED**Notes to the Financial Statements (continued)****As at 31 December 2000**

14	Deferred taxation	2000	1999
		£	£
	Deferred taxation fully provided in the financial statements as follows:		
	Accelerated capital allowances	593	1,888
15	Called up share capital		
	Authorised		
	2,000 Ordinary shares of £1 each	2,000	2,000
	Allotted, called up and fully paid		
	200 Ordinary shares of £1 each	200	200
16	Revaluation reserve		
	At 31 December 1999 and 31 December 2000 arising on revaluation of property	79,231	79,231
17	Profit and loss account		
	At 31 December 1999	706,462	672,748
	Profit for the year	6,524	33,714
	At 31 December 2000	712,986	706,462

M C A (ASTON) LIMITED

Notes to the Financial Statements (continued)

As at 31 December 2000

18 Contingent Liabilities

No provision has been included in the accounts for any potential capital gains tax that might be payable on the disposal of the property at its stated value.

A guarantee has been given in favour of National Westminster Bank Plc to secure monies due by Escadean Limited to a total £30,000 and interest. Escadean Limited is a company controlled by Mr P J Brown and Mrs P A Brown.

19 Pension costs

The company operates a defined contributions pension scheme. The pension charge to the profit and loss represents contributions payable by the company during the year and amounted to £8,400 (1999 £500). At the year end £800 of contributions are unpaid and included as accruals.

20 Transactions involving directors

a	Escadean Limited - a company controlled by Mr P J Brown and Mrs P A Brown	£
	Goods sold and services charged	19,309
	Purchases of goods for resale	51,842
	Balance outstanding at year end	22,289
b	Positive Engineering - a firm in which Mrs P A Brown is a partner.	
	Purchases of goods for resale	58,770
	Balance outstanding at year end	208,619
c	Positive Engineering Ltd - a company controlled by Mr P J Brown and Mrs P A Brown	
	Balance outstanding at year end	3,399
	No purchases or sales in the year	