

Company No: 530321

**Registrar of
Companies**

M C A (ASTON) LIMITED
REPORT AND FINANCIAL STATEMENTS
31 December 2002



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 2002.

Principal activity

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

Directors

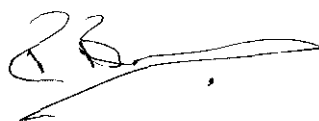
The directors who served during the year and their beneficial interests in the issued ordinary share capital were as follows:

	Number of shares	
	31 December 2002	31 December 2001
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 June 2002).

This report was approved by the board on 19 May 2003.

On behalf of the board



P A Brown
Secretary

M C A (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 2002 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: 19 May 2003

M C A (ASTON) LIMITED**Profit and Loss Account****For the year ended 31 December 2002**

	Notes	2002 £	2001 £
Turnover	2	932,592	851,977
Cost of sales		587,533	533,180
Gross profit		345,059	318,797
Distribution costs		66,666	65,621
Administration expenses		185,854	192,218
		92,539	60,958
Other operating income	3	1,250	-
Operating profit	4	93,789	60,958
Other interest receivable and similar income		157	609
		93,946	61,567
Interest payable and similar charges		7,530	14,145
Profit on ordinary activities before taxation		86,416	47,422
Tax on profit on ordinary activities	5	16,534	9,136
Profit on ordinary activities after taxation		69,882	38,286
Dividends	6	14,667	16,000
Retained profit for the year	17	55,215	22,286

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

M C A (ASTON) LIMITED

Balance sheet

As at 31 December 2002

	Notes	2002		2001	
		£	£	£	£
Fixed assets					
Tangible assets	7		442,571		441,768
Current assets					
Stock	8	692,275		718,734	
Debtors	9	144,678		111,920	
Cash and bank and in hand		13,116		18,655	
		850,069		849,309	
Creditors: amounts falling due within one year	10	322,933		385,626	
Net current assets			527,136		463,683
Total assets less current liabilities			969,707		905,451
Creditors: amounts falling due after more than one year	11		97,246		88,393
			872,461		817,058
Provisions for liabilities and charges	14		2,543		2,355
			869,918		814,703
Capital and reserves					
Called up share capital	15		200		200
Revaluation reserve	16		79,231		79,231
Profit and loss account	17		790,487		735,272
Shareholder's funds			869,918		814,703

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 June 2002).

The financial statements were approved by the board on 19 May 2003.

On behalf of the board

P J BROWN

Director

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

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 June 2002).

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 timing differences that have originated but not reversed by the balance sheet date.

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 2002****2 Turnover**

The turnover was derived from the principal activity of the company of which 35% (2001 32%) related to exports.

3 Other operating income

	2002	2001
	£	£
Advertising hoarding income	1,250	-

4 Operating profit**Is stated after charges for:**

Depreciation of tangible assets:

owned	6,245	7,467
held under HP contracts	6,696	8,539
Loss on disposals of fixed assets	-	2,186
Director's emoluments being remuneration for management	12,316	12,472
Directors pension contributions	6,000	6,000
Hire of plant and machinery:		
operating leases	652	489

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

UK corporation tax at small company rates	16,356	7,876
Adjustment in respect of a previous period	(10)	(502)
Deferred taxation at 19% (2001 20%)	188	1,663
Deferred tax overprovision in earlier years	-	99
	16,534	9,136

6 Dividends

Dividends paid	14,667	16,000
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M C A (ASTON) LIMITED

Notes to the Financial Statements (continued)

As at 31 December 2002

7 Tangible fixed assets

	Freehold property £	Tooling £	Plant, fixtures and fittings £	Motor vehicles £	Total £
Cost					
At 31 December 2001	376,055	11,435	85,700	52,995	526,185
Additions	-	1,000	450	14,044	15,494
Disposals	-	-	-	(6,700)	(6,700)
At 31 December 2002	376,055	12,435	86,150	60,339	534,979
Depreciation					
At 31 December 2001	-	11,435	50,237	22,745	84,417
Charge for the year	-	333	4,383	8,225	12,941
Eliminated on disposals	-	-	-	(4,950)	(4,950)
At 31 December 2002	-	11,768	54,620	26,020	92,408
Net book value					
At 31 December 2002	376,055	667	31,530	34,319	442,571
At 31 December 2001	376,055	-	35,463	30,250	441,768

The net book value of tangible fixed assets includes £32,964 (2001 £25,616) in respect of assets held under finance leases and hire purchase contracts. Depreciation charged in the year on those assets amounted to £6,696 (2001 £8,539).

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:

	2002	2001
	£	£
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	224,461
	376,055	376,055

M C A (ASTON) LIMITED**Notes to the Financial Statements (continued)****As at 31 December 2002**

8	Stocks	2002	2001
		£	£
	Goods for resale	640,775	667,234
	Work in progress	51,500	51,500
		692,275	718,734
9	Debtors		
	Trade debtors	105,447	90,889
	Other debtors	36,004	17,526
	Prepayments and accrued income	3,227	3,505
		144,678	111,920
10	Creditors: amounts falling due within one year		
	Obligations due under finance leases and hire purchase contracts (see note 11)	8,779	5,710
	Trade creditors	104,423	75,430
	Taxation and social security	8,895	10,666
	Accruals and deferred income	5,391	7,968
	Corporation tax	16,356	7,876
	Other creditors	164,578	263,226
	Bank loan (see note 13)	14,511	14,750
		322,933	385,626

The bank loan is 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 2002**

11	Creditors: amounts falling due after more than one year	2002	2001
		£	£
	Obligations under finance leases and hire purchase contracts	18,339	16,644
	Bank loan (see note 13)	78,907	71,749
		97,246	88,393
12	Obligations under finance leases and hire purchase contracts are due as follows:		
	Within one year	8,779	5,710
	Within two to five years	18,339	16,644
		27,118	22,354
13	Bank loan		
	Falling due within one year	14,511	14,750
	Falling due in 2 -5 years	64,234	65,350
	Falling due after 5 years	14,673	6,399
		93,418	86,499

This was 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 2002

14	Deferred taxation	2002	2001
		£	£
	Deferred taxation fully provided in the financial statements as follows:		
	Accelerated capital allowances	<u>2,543</u>	<u>2,355</u>
15	Called up share capital		
	Authorised		
	2,000 Ordinary shares of £1 each	<u>2,000</u>	<u>2,000</u>
	 Allotted, called up and fully paid		
	200 Ordinary shares of £1 each	<u>200</u>	<u>200</u>
16	Revaluation reserve		
	At 31 December 2001 and 31 December 2002 arising on revaluation of property	<u>79,231</u>	<u>79,231</u>
17	Profit and loss account		
	At 31 December 2001		735,272
	Profit for the year		<u>55,215</u>
	At 31 December 2002		<u>790,487</u>

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.

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 £9,600 (2001 £9,600). At the year end £Nil (2001 £800) of contributions are unpaid and included as accruals.

20 Transactions involving directors**a Escadean Limited - a company controlled by Mr P J Brown**

	2002	2001
	£	£
Goods sold and services charged	8,283	17,881
Purchases of goods for resale	62,499	78,202
Balance outstanding at year end	36,004	17,012

b Positive Engineering - a firm in which Mrs P A Brown is a partner.

Purchases of goods for resale	74,342	67,073
Balance outstanding at year end	153,864	185,512

c Positive Engineering Ltd - a company controlled by Mr P J Brown and Mrs P A Brown

Balance outstanding at year end	3,437	3,437
No purchases or sales in the year	-	-