

Company No: 530321

M C A (ASTON) LIMITED
REPORT AND ABBREVIATED
FINANCIAL STATEMENTS

31 December 2003



COLLINS HART
CHARTERED ACCOUNTANTS
SUTTON COLDFIELD

M C A (ASTON) LIMITED

Report of the Auditors

Pursuant to Section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages 3 to 5, together with the full financial statements of MCA (Aston) Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 December 2003.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 (5) and (6) of the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated accounts and whether the abbreviated accounts have been properly prepared in accordance with that Section.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those full financial statements. The scope of our work for the purpose of this report does not include examining or dealing with the events after the date of our report on the full financial statements.

Opinion

In our opinion, the company is entitled, to deliver abbreviated accounts in accordance with Section 246(5) and (6) of the Companies Act 1985 and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

Collins Hart

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

Collins Hart
Chartered Accountants
Registered Auditors

Date: 15 June 2004

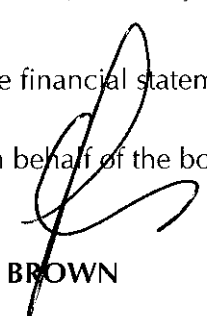
M C A (ASTON) LIMITED**Abbreviated Balance sheet****As at 31 December 2003**

		2003		2002	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	2		57,229		442,571
Current assets					
Stock		713,478		692,275	
Debtors		150,383		144,678	
Cash and bank and in hand		6,283		13,116	
		<u>870,144</u>		<u>850,069</u>	
Creditors: amounts falling due within one year	3	<u>359,449</u>		<u>322,933</u>	
Net current assets			510,695		527,136
Total assets less current liabilities			567,924		969,707
Creditors: amounts falling due after more than one year	3		64,096		97,246
			<u>503,828</u>		<u>872,461</u>
Provisions for liabilities and charges			2,827		2,543
			<u>501,001</u>		<u>869,918</u>
Capital and reserves					
Called up share capital	4		200		200
Revaluation reserve	5		-		79,231
Profit and loss account			500,801		790,487
Shareholder's funds			<u>501,001</u>		<u>869,918</u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the board on 15 June 2004.

On behalf of the board



P J BROWN

Director

The notes on pages 3 to 5 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 Abbreviated Financial Statements (continued)

As at 31 December 2003

2	Tangible fixed assets	Total £
	Cost	
	At 31 December 2002	534,979
	Additions	4,101
	Revaluation	133,945
	Transfer to holding company	(510,000)
	At 31 December 2003	163,025
	Depreciation	
	At 31 December 2002	92,408
	Charge for the year	13,388
	Eliminated on disposals	-
	At 31 December 2003	105,796
	Net book value	
	At 31 December 2003	57,229
	At 31 December 2002	442,571

The net book value of tangible fixed assets includes £20,116 (2002 £32,964) in respect of assets held under finance leases and hire purchase contracts. Depreciation charged in the year on those assets amounted to £6,706 (2002 £6,696).

The freehold properties were revalued during the year ended 31 December 2003 on the basis of their open market value. The valuation was carried out by a member of the Royal Institution of Chartered Surveyors. At 31 December 2003 the properties were transferred to the ultimate holding company at their revalued amounts.

The value of the freehold property comprises:

	2003 £	2002 £
40-50 Victoria Road		
Cost	20,769	20,769
Surplus on revaluation 1990	79,231	79,231
Additions	51,594	51,594
Deficit on revaluation 2003	(1,594)	-
	150,000	151,594
38 Victoria Road		
Crown works - Baltimore Road		
Cost	224,461	
Surplus on revaluation 2003	135,539	224,461
	510,000	376,055

M C A (ASTON) LIMITED

Notes to the Abbreviated Financial Statements (continued)

As at 31 December 2003

3	Creditors include secured liabilities	2003	2002
		£	£
	Obligations due under finance leases and hire purchase contracts	18,339	27,118
	Bank loan	70,207	93,418
		88,546	120,536

The bank loan is guaranteed by mortgages on the freehold properties owned by Positive Engineering Limited, the ultimate holding company.

4	Called up share capital	2003	2002
		£	£
	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

5	Revaluation reserve		
	At 31 December 2002	79,231	79,231
	Arising on revaluation of property in year	133,945	-
		213,176	79,231
	Transfer to profit and loss account in respect of properties	213,176	-
	At 31 December 2003	-	79,231

6	Transactions involving directors
	Goods and services costing £72,026 (2002: £74,343) have been purchased from Positive Engineering - a firm in which Mrs P A Brown is a partner. At 31 December 2003 there was a creditor of £165,232 (2002: £153,864) outstanding which is included in other creditors.

7	Ultimate holding company
	On 20 August 2003 the share capital of the company was acquired by Positive Engineering Limited which as a result becomes the ultimate holding company.
	At 31 December 2003 the freehold properties of the company were transferred to Positive Engineering Limited at their revalued amounts of £510,000.