

584792 COMPANIES
HOUSE

**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2000
FOR
HEWLAND ENGINEERING LIMITED**



**CONTENTS OF THE FINANCIAL STATEMENTS
for the Year Ended 30 November 2000**

	Page
Company Information	1
Report of the Directors	2
Report of the Auditors	4
Profit and Loss Account	5
Balance Sheet	6
Cash Flow Statement	7
Notes to the Cash Flow Statement	8
Notes to the Financial Statements	10
Trading and Profit and Loss Account	17

HEWLAND ENGINEERING LIMITED

COMPANY INFORMATION
for the Year Ended 30 November 2000

DIRECTORS:	M P Hewland W Hewland
SECRETARY:	S Deane
REGISTERED OFFICE:	Waltham Road White Waltham Maidenhead Berkshire SL6 3LR
REGISTERED NUMBER:	584792 (England and Wales)
AUDITORS:	Jackson & Green Registered Auditors 173 London Road North End Portsmouth Hampshire PO2 9AE

HEWLAND ENGINEERING LIMITED

REPORT OF THE DIRECTORS for the Year Ended 30 November 2000

The directors present their report with the financial statements of the company for the year ended 30 November 2000.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of engineering, in particular the manufacture and marketing of gear boxes and their component parts to the motor racing and rallying industry, which remain unchanged from the previous year.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

An increase in turnover was achieved and gross margins returned to normal levels following the write off of obsolete stock last year. After taking account of overheads the net profit before taxation is in the sum of £397,879 (1999: £526,237). The directors consider the financial position at the year end to be satisfactory and are optimistic in regard to future results.

DIVIDENDS

No dividends will be distributed for the year ended 30 November 2000.

FIXED ASSETS

Details of any changes in Tangible Fixed Assets are set out in note 7 to the Financial Statements.

DIRECTORS

The directors during the year under review were:

M P Hewland
W Hewland
H Sparrow

The beneficial interests of the directors holding office on 30 November 2000 in the issued share capital of the company were as follows:

	30.11.00	1.12.99
Ordinary £1 shares		
M P Hewland	999	999
W Hewland	7,500	7,500
H Sparrow	-	1
Preference Shares £1 shares		
M P Hewland	500,000	500,000
W Hewland	-	-
H Sparrow	-	-

STATEMENT OF 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.

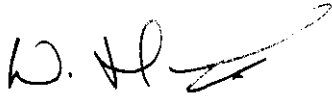
HEWLAND ENGINEERING LIMITED

**REPORT OF THE DIRECTORS
for the Year Ended 30 November 2000**

AUDITORS

The auditors, Jackson & Green, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to be 'W. Hewland', with a long horizontal stroke extending to the right.

W Hewland - DIRECTOR

Dated: 24 May 2001

HEWLAND ENGINEERING LIMITED

REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF HEWLAND ENGINEERING LIMITED

We have audited the financial statements on pages five to sixteen which have been prepared under the historical cost convention and the accounting policies set out on page ten.

Respective responsibilities of directors and auditors

As described on page two 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

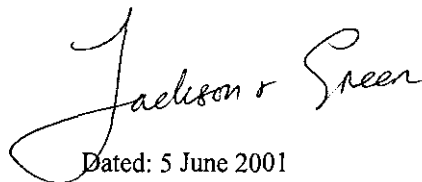
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements 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 30 November 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Jackson & Green
Registered Auditors
173 London Road
North End
Portsmouth
Hampshire
PO2 9AE



Dated: 5 June 2001

HEWLAND ENGINEERING LIMITED
**PROFIT AND LOSS ACCOUNT
for the Year Ended 30 November 2000**

		30.11.00		30.11.99	
	Notes	£	£	£	£
TURNOVER	2		12,604,130		10,529,830
Cost of sales			7,926,767		7,283,940
GROSS PROFIT			4,677,363		3,245,890
Distribution costs		252,186		222,158	
Administrative expenses		4,030,996		2,467,175	
			4,283,182		2,689,333
			394,181		556,557
Other operating income			14,000		12,833
OPERATING PROFIT	4		408,181		569,390
Interest receivable and similar income			7,907		280
			416,088		569,670
Interest payable and similar charges	5		18,209		43,433
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			397,879		526,237
Tax on profit on ordinary activities	6		75,181		103,789
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION			322,698		422,448
Retained profit brought forward			9,288,101		8,865,653
RETAINED PROFIT CARRIED FORWARD			<u>£9,610,799</u>		<u>£9,288,101</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

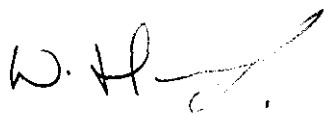
The company has no recognised gains or losses other than the profits for the current and previous years.

HEWLAND ENGINEERING LIMITED

BALANCE SHEET
30 November 2000

		30.11.00		30.11.99	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	7		7,072,325		5,878,713
CURRENT ASSETS:					
Stocks	8	4,899,726		4,951,088	
Debtors	9	2,391,416		1,595,608	
Cash at bank and in hand		334		1,479	
		7,291,476		6,548,175	
CREDITORS: Amounts falling due within one year	10	3,776,360		2,177,326	
NET CURRENT ASSETS:			3,515,116		4,370,849
TOTAL ASSETS LESS CURRENT LIABILITIES:			10,587,441		10,249,562
PROVISIONS FOR LIABILITIES AND CHARGES:	12		466,642		451,461
			£10,120,799		£9,798,101
CAPITAL AND RESERVES:					
Called up share capital	13		510,000		510,000
Profit and loss account			9,610,799		9,288,101
SHAREHOLDERS' FUNDS (including non-equity interests):	18		£10,120,799		£9,798,101

ON BEHALF OF THE BOARD:



W Hewland - DIRECTOR

Approved by the Board on 24 May 2001

The notes form part of these financial statements

HEWLAND ENGINEERING LIMITED

CASH FLOW STATEMENT
for the Year Ended 30 November 2000

		30.11.00	30.11.99
	Notes	£	£
Net cash inflow from operating activities	1	1,644,610	1,367,471
Returns on investments and servicing of finance	2	(10,302)	(43,153)
Taxation		(155,411)	(144,975)
Capital expenditure	2	(1,988,700)	(229,504)
		<u>(509,803)</u>	<u>949,839</u>
Financing	2	869,083	(109,850)
Increase in cash in the period		<u>£359,280</u>	<u>£839,989</u>
Reconciliation of net cash flow to movement in net debt	3		
Increase in cash in the period		<u>359,280</u>	<u>839,989</u>
Change in net debt resulting from cash flows		<u>359,280</u>	<u>839,989</u>
Movement in net debt in the period		<u>359,280</u>	<u>839,989</u>
Net debt at 1 December		<u>(644,160)</u>	<u>(1,484,149)</u>
Net debt at 30 November		<u>£(284,880)</u>	<u>£(644,160)</u>

The notes form part of these financial statements

HEWLAND ENGINEERING LIMITED

NOTES TO THE CASH FLOW STATEMENT for the Year Ended 30 November 2000

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	30.11.00 £	30.11.99 £
Operating profit	408,181	569,390
Depreciation charges	750,719	615,007
Loss on sale of fixed assets	44,369	-
Profit on sale of fixed assets	-	(2,910)
Decrease/(Increase) in stocks	51,362	(189,029)
(Increase)/Decrease in debtors	(807,989)	166,785
Increase in creditors	1,197,968	208,228
Net cash inflow from operating activities	1,644,610	1,367,471

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	30.11.00 £	30.11.99 £
Returns on investments and servicing of finance		
Interest received	7,907	280
Interest paid	(18,209)	(43,433)
Net cash outflow for returns on investments and servicing of finance	(10,302)	(43,153)
Capital expenditure		
Purchase of tangible fixed assets	(2,028,800)	(244,504)
Sale of tangible fixed assets	40,100	15,000
Net cash outflow for capital expenditure	(1,988,700)	(229,504)
Financing		
Amount introduced by directors	869,083	-
Amount withdrawn by directors	-	(109,850)
Net cash inflow/(outflow) from financing	869,083	(109,850)

HEWLAND ENGINEERING LIMITED

NOTES TO THE CASH FLOW STATEMENT for the Year Ended 30 November 2000

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.12.99 £	Cash flow £	At 30.11.00 £
Net cash:			
Cash at bank and in hand	1,479	(1,145)	334
Bank overdraft	(645,639)	360,425	(285,214)
	<u>(644,160)</u>	<u>359,280</u>	<u>(284,880)</u>
Total	<u>(644,160)</u>	<u>359,280</u>	<u>(284,880)</u>
Analysed in Balance Sheet			
Cash at bank and in hand	1,479		334
Bank overdraft	(645,639)		(285,214)
	<u>(644,160)</u>		<u>(284,880)</u>

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 30 November 2000

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life, allowing for its estimated residual value.

Freehold land and costs	- not provided
Leasehold property	- over period of the lease
Buildings	- 1% on cost
Plant and machinery	- 10% on cost
Fixtures and fittings	- 10% on cost
Motor vehicles	- 20% on reducing balance
Office equipment	- 20% on cost

Stocks

Stock and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material 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.

Pensions

The company operates a defined benefit pension scheme for the benefit of its employees and directors. The regular pension cost is charged to profit and loss account and is based on the expected pension costs over the service lives of the employees and directors. Contributions to the pension plan are paid according to the advice of actuaries. Additional retirement benefits are provided for directors by money purchased executive benefit schemes. The premiums are charged to the profit and loss account.

Research & development costs

It is the company's policy to write off research and development costs in the year in which they are expended.

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

An analysis of turnover by geographical market is given below:

	30.11.00	30.11.99
	£	£
U.K.Sales	5,885,288	6,016,851
Sales - Exports non E.E.C.	4,582,147	2,642,329
Sales - Exports E.E.C.	2,136,695	1,870,650
	12,604,130	10,529,830

HEWLAND ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 30 November 2000

3. STAFF COSTS

	30.11.00	30.11.99
	£	£
Wages and salaries	5,684,081	4,150,986
Social security costs	531,159	344,570
Other pension costs	326,577	320,322
	<u>6,541,817</u>	<u>4,815,878</u>

The average monthly number of employees during the year was as follows:

	30.11.00	30.11.99
Production	109	110
Distribution	6	6
Sales & marketing	1	1
Administration & design	36	36
	<u>152</u>	<u>153</u>

4. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	30.11.00	30.11.99
	£	£
Hire of plant and machinery	10,712	10,746
Depreciation - owned assets	750,719	615,007
Loss/(Profit) on disposal of fixed assets	44,369	(2,910)
Auditors' remuneration	9,280	8,400
	<u>1,560,896</u>	<u>330,222</u>

The number of directors to whom retirement benefits were accruing was as follows:

	2	2
Money purchase schemes	2	2
Defined benefit schemes	<u>2</u>	<u>2</u>

Information regarding the highest paid director is as follows:

	30.11.00	30.11.99
	£	£
Emoluments etc	1,480,585	250,441
Pension contributions to money purchase schemes	10,000	10,000
Accrued pension at 30 November 2000	10,025	6,805
Accrued lump sum at 30 November 2000	<u>30,075</u>	<u>20,414</u>

HEWLAND ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 30 November 2000

5. INTEREST PAYABLE AND SIMILAR CHARGES

	30.11.00	30.11.99
	£	£
Bank interest	18,209	40,683
Loan interest	-	2,750
	<u>18,209</u>	<u>43,433</u>

6. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	30.11.00	30.11.99
	£	£
UK corporation tax	60,000	155,411
Deferred taxation	15,181	(51,622)
	<u>75,181</u>	<u>103,789</u>

UK corporation tax has been charged at 20% (1999 - 26.45%).

These are effective rates of tax, taking into account marginal relief in 1999.

7. TANGIBLE FIXED ASSETS

	Freehold land & costs	Leasehold property	Buildings	Plant & machinery
	£	£	£	£
COST:				
At 1 December 1999	1,235,757	2,192	1,661,431	5,670,993
Additions	-	-	-	1,871,858
Disposals	-	-	-	(415,786)
At 30 November 2000	<u>1,235,757</u>	<u>2,192</u>	<u>1,661,431</u>	<u>7,127,065</u>
DEPRECIATION:				
At 1 December 1999	-	2,192	49,676	3,392,755
Charge for year	-	-	16,614	561,651
Eliminated on disposals	-	-	-	(359,488)
At 30 November 2000	<u>-</u>	<u>2,192</u>	<u>66,290</u>	<u>3,594,918</u>
NET BOOK VALUE:				
At 30 November 2000	<u>1,235,757</u>	<u>-</u>	<u>1,595,141</u>	<u>3,532,147</u>
At 30 November 1999	<u>1,235,757</u>	<u>-</u>	<u>1,611,755</u>	<u>2,278,238</u>

HEWLAND ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 30 November 2000

7. TANGIBLE FIXED ASSETS - continued

	Fixtures & fittin- gs	Motor vehicles	Office equipment	Totals
	£	£	£	£
COST:				
At 1 December 1999	827,670	255,887	580,661	10,234,591
Additions	18,850	99,850	38,242	2,028,800
Disposals	-	(123,535)	-	(539,321)
At 30 November 2000	846,520	232,202	618,903	11,724,070
DEPRECIATION:				
At 1 December 1999	285,987	177,568	447,700	4,355,878
Charge for year	81,906	30,000	60,548	750,719
Eliminated on disposals	-	(95,364)	-	(454,852)
At 30 November 2000	367,893	112,204	508,248	4,651,745
NET BOOK VALUE:				
At 30 November 2000	478,627	119,998	110,655	7,072,325
At 30 November 1999	541,683	78,319	132,961	5,878,713

8. STOCKS

	30.11.00	30.11.99
	£	£
Stock	333,560	442,697
Work in progress	1,398,363	1,204,772
Finished goods	3,167,803	3,303,619
	4,899,726	4,951,088

**9. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	30.11.00	30.11.99
	£	£
V.A.T.	116,724	48,044
Trade debtors	2,134,591	1,345,104
Other debtors	140,101	187,506
Loans - employees	-	2,774
Directors current accounts	-	12,180
	2,391,416	1,595,608

HEWLAND ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 30 November 2000

**10. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	30.11.00 £	30.11.99 £
Bank loans and overdrafts (see note 11)	285,214	645,639
Trade creditors	1,606,395	904,701
Directors current accounts	856,902	-
Social security & other taxes	860,012	124,944
Taxation	60,000	155,411
Accrued expenses	107,837	346,631
	<u>3,776,360</u>	<u>2,177,326</u>

11. LOANS AND OVERDRAFTS

An analysis of the maturity of loans and overdrafts is given below:

	30.11.00 £	30.11.99 £
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>285,214</u>	<u>645,639</u>

An overdraft facility of £1,500,000 is available, renewable in May 2001, but payable on demand. Also engagements £10,000, forward exchange contracts £140,000, business card £25,000 and merchant services facility of £4,500.

Securities for the facilities are as follows. Debenture, including a fixed equitable charge over present and future freehold and leasehold property; first fixed charge over book and other debts, chattels, goodwill and uncalled capital both present and future; and floating charge over all assets and undertakings both present and future dated 21 May 1997. First mortgage over the freehold land at Waltham Road, White Waltham dated 8 January 1997.

12. PROVISIONS FOR LIABILITIES AND CHARGES

	30.11.00 £	30.11.99 £
Deferred taxation	<u>466,642</u>	<u>451,461</u>
	Deferred taxation £	
Balance at 1 December 1999	451,461	
Increase in provision	<u>15,181</u>	
Balance at 30 November 2000	<u>466,642</u>	

The deferred taxation is in respect of accelerated capital allowances.

HEWLAND ENGINEERING LIMITED**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 30 November 2000****13. CALLED UP SHARE CAPITAL**

Authorised:		Nominal value:	30.11.00	30.11.99
Number:	Class:		£	£
10,000	Ordinary	£1	10,000	10,000
1,000,000	Preference Shares	£1	1,000,000	1,000,000
			<u>1,010,000</u>	<u>1,010,000</u>

Allotted, issued and fully paid:		Nominal value:	30.11.00	30.11.99
Number:	Class:		£	£
10,000	Ordinary	£1	10,000	10,000
500,000	Preference Shares	£1	500,000	500,000
			<u>510,000</u>	<u>510,000</u>

The preference shares have no voting rights and rank before ordinary shares in the event of the company winding-up. Dividends for preference shareholders are determined by the board.

14. CONTINGENT LIABILITIES

H M Customs and Excise Duty Deferment Bond of £5,000.

15. PENSION COMMITMENTS

	30.11.00	30.11.99
	£	£
Contribution to the company's defined benefit scheme	290,174	299,022
Contributions to the company's money purchased benefit scheme for the directors and managerial staff	36,300	21,300
	<u>326,474</u>	<u>320,322</u>

There were no outstanding contributions.

For Pension Valuation and Funding see note below

16. CAPITAL COMMITMENTS

Contracted Capital Commitments

At the end of the financial year the company had contracted to purchase plant and machinery totalling £51,228.

17. OTHER FINANCIAL COMMITMENTS

The leasehold property is subject to a 15 year lease at a rental of £84,000 per annum, which expires on 24 June 2006.

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 30 November 2000

18. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	30.11.00 £	30.11.99 £
Profit for the financial year	322,698	422,448
Net addition to shareholders' funds	322,698	422,448
Opening shareholders' funds	9,798,101	9,375,653
Closing shareholders' funds	10,120,799	9,798,101
Equity interests	9,620,799	9,298,101
Non-equity interests	500,000	500,000
	10,120,799	9,798,101

19. PENSION VALUATION AND FUNDING

The latest actuarial report as at 1st October 1997, in respect of the defined benefit contribution scheme, showed the discounted rate of valuation using the smoothing method, to be £3,912,000 (actual market value £5,202,000). This valuation exceeded the liabilities of £3,279,000 giving surplus funding of £633,000 representing an ongoing funding level of 119%.

The principal assumptions used in the report were as follows:- Rate of investment return 9% per annum. Rate of salary increases 7% per annum. Rate of pension increases 4.5% per annum. Rate of dividend growth 4.5% per annum. Valuation of assets - discounted cash flow.

The net asset value of the fund as at 30th September 2000 was in the sum of £7,357,137 (£6,283,282 - 1999). Contributions by the company were 7% and 3% by the employees. The group life and widow's benefit premiums were met by the company.

HEWLAND ENGINEERING LIMITED

TRADING AND PROFIT AND LOSS ACCOUNT
for the Year Ended 30 November 2000

	30.11.00		30.11.99	
	£	£	£	£
Income:				
U K sales	5,885,288		6,016,851	
Sales - exports non E E C	4,582,147		2,642,329	
Sales - exports E E C	2,136,695		1,870,650	
		12,604,130		10,529,830
Cost of sales:				
Opening stock	442,697		375,426	
Opening work in progress	1,204,772		1,209,841	
Opening finished goods	3,303,619		3,176,792	
Sub-contractors	1,857,413		1,823,189	
Forging & casting	862,969		1,011,844	
Patterns - net	35,196		-	
Bought out parts	344,429		458,567	
Raw materials	113,450		95,923	
Gas oils & fluids	48,985		47,470	
Work tools	464,594		308,381	
Wages - production	2,991,701		2,743,706	
Social security	248,704		224,214	
Pensions	199,906		203,812	
Plant hire	10,712		10,746	
Machine maintenance	135,695		115,612	
Plant & mach - depreciation	561,651		429,505	
	12,826,493		12,235,028	
Closing stock	(333,560)		(442,697)	
Closing work in progress	(1,398,363)		(1,204,772)	
Closing finished goods	(3,167,803)		(3,303,619)	
		7,926,767		7,283,940
GROSS PROFIT		4,677,363		3,245,890
Other income:				
Rents received	14,000		12,833	
Interest received - gross	7,907		280	
		21,907		13,113
		4,699,270		3,259,003
Expenditure:				
Directors' remuneration	1,560,896		311,731	
Social security	189,889		36,614	
Pension contributions	44,707		29,888	
Wages - distribution	161,545		148,213	
Social security	12,736		11,484	
Pensions	12,839		13,117	
Packaging	31,873		28,887	
Postage & carriage	28,383		15,634	
Motor & travelling	4,810		4,823	
Wages - administration	939,259		918,807	
Social security	77,305		69,986	
Carried forward	3,064,242	4,699,270	1,589,184	3,259,003

This page does not form part of the statutory financial statements

HEWLAND ENGINEERING LIMITED

TRADING AND PROFIT AND LOSS ACCOUNT
for the Year Ended 30 November 2000

	30.11.00		30.11.99	
	£	£	£	£
Brought forward	3,064,242	4,699,270	1,589,184	3,259,003
Pensions	66,690		70,980	
Telephone & telex	13,900		15,248	
Printing & stationery	22,801		21,654	
Motor & travelling	103,672		72,371	
Repairs & renewals	35,246		49,919	
Computer expenses	54,241		56,364	
Laundry & cleaning	44,786		41,676	
Staff canteen	28,552		29,570	
Miscellaneous	22,967		13,839	
Auditors remuneration	9,280		8,400	
Accountancy fees	13,095		9,600	
Professional fees	66,774		55,589	
Insurances	84,480		83,297	
Wages - selling	30,680		28,529	
Social security	2,525		2,272	
Pensions	2,435		2,525	
Advertising	15,048		7,723	
Bad debts	291		-	
Promotion & track expenses	12,863		32,821	
Rent	84,000		84,000	
Rates & water	119,819		110,281	
Lighting, heating & power	99,761		100,790	
Repairs & renewals	38,209		9,212	
		4,036,357		2,495,844
		662,913		763,159
Finance costs:				
Bank interest	18,209		40,683	
Loan interest	-		2,750	
Bank charges	13,388		10,897	
		31,597		54,330
		631,316		708,829
Depreciation:				
Buildings	16,614		16,614	
Fixtures & fittings	81,906		80,215	
Motor vehicles	30,000		19,580	
Office equipment	60,548		69,093	
		189,068		185,502
Carried forward		442,248		523,327

HEWLAND ENGINEERING LIMITED

TRADING AND PROFIT AND LOSS ACCOUNT
for the Year Ended 30 November 2000

	30.11.00		30.11.99	
	£	£	£	£
Brought forward		442,248		523,327
(Loss)/Profit on disposal of fixed assets:				
Plant & machinery	(32,898)		-	
Motor vehicles	(11,471)		2,910	
		(44,369)		2,910
NET PROFIT		£397,879		£526,237