

SHRINKWRAP MACHINERY COMPANY LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED
31st OCTOBER 2004



SHRINKWRAP MACHINERY COMPANY LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31st OCTOBER 2004

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SHRINKWRAP MACHINERY COMPANY LIMITED

BALANCE SHEET

31st OCTOBER 2004

	Note	£	2004 £	£	2003 £
Fixed Assets	2				
Tangible assets			77,503		103,041
Current Assets					
Stocks		55,500		12,000	
Debtors		176,677		179,329	
Cash at bank and in hand		370,686		627,673	
		602,863		819,002	
Creditors: Amounts falling due within one year	3	149,661		257,274	
Net Current Assets			453,202		561,728
Total Assets Less Current Liabilities			530,705		664,769
Provisions for Liabilities and Charges			-		4,344
			530,705		660,425
Capital and Reserves					
Called-up equity share capital	5		6,000		6,000
Other reserves			1,203		1,203
Profit and loss account			523,502		653,222
Shareholders' Funds			530,705		660,425

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- preparing financial statements which give a true and fair view of the state of affairs of the company as 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 the Act relating to financial statements, so far as applicable to the company.

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors on 17/5/05 and are signed on their behalf by:

B M Frith
Director

The notes on pages 2 to 3 form part of these abbreviated accounts.

SHRINKWRAP MACHINERY COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31st OCTOBER 2004

1. Accounting Policies

Basis of Accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed Assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset over the useful economic life of that asset as follows:

Plant & Machinery	- 25% pa on a reducing balance basis
Fixtures, Fittings & Computers	- 15% pa on a reducing balance basis
Motor Vehicles	- 25% pa on a reducing balance basis

Stocks

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

Work in Progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

Pension Costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

Deferred Taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

SHRINKWRAP MACHINERY COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31st OCTOBER 2004

2. Fixed Assets

	Tangible Assets £
Cost	
At 1st November 2003	297,475
Additions	604
Disposals	(6,561)
At 31st October 2004	<u>291,518</u>
Depreciation	
At 1st November 2003	194,434
Charge for year	25,682
On disposals	(6,101)
At 31st October 2004	<u>214,015</u>
Net Book Value	
At 31st October 2004	<u>77,503</u>
At 31st October 2003	<u>103,041</u>

3. Creditors: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2004 £	2003 £
Bank loans and overdrafts	<u>15,188</u>	<u>4,089</u>

4. Transactions With the Directors

During the year the company provided a loan to the directors. The balances outstanding were as follows: Start of the year £56,968; End of the year: £50,853; Maximum during the year: £56,968.

During the year the director Mrs B Firth took over a company vehicle at market value.

5. Share Capital

Authorised share capital:

	2004 £	2003 £
6,000 Ordinary shares of £1 each	<u>6,000</u>	<u>6,000</u>

Allotted, called up and fully paid:

	2004 No	£	2003 No	£
Ordinary shares of £1 each	<u>6,000</u>	<u>6,000</u>	<u>6,000</u>	<u>6,000</u>