

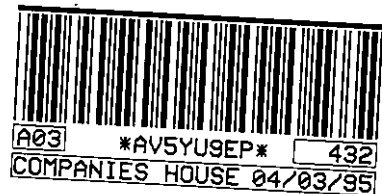
REGISTERED NUMBER :

00949310

SKAR PRECISION MOULDINGS LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 December 1994



Walter Wright & Co
CHARTERED ACCOUNTANTS



89, HIGH STREET, HADLEIGH, SUFFOLK IP7 5EA
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SKAR PRECISION MOULDINGS LIMITED

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FOR THE YEAR ENDED 31 December 1994

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AUDITORS REPORT TO THE DIRECTORS OF
SKAR PRECISION MOULDINGS LIMITED
UNDER PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5, together with the full statutory accounts of the company. The scope of our work for the purpose of this report was limited to confirming the opinion as set out in the following paragraph.

In our opinion the company is entitled to the exemptions as set out in the directors' statement on page 2 and the abbreviated accounts have been properly prepared in accordance with Part III of Schedule 8 to the Companies Act 1985.

On 24.2.95 we reported to the shareholders on the statutory accounts of the company for the year ended 31st December 1994, prepared under section 226 of the Companies Act 1985 as modified by the exemptions provided by Part 1 of Schedule 8. Our report under section 235 of the Companies Act 1985 was as follows:

'We have audited the accounts on pages 4 to 11 which have been prepared under the historical cost convention (as modified by the revaluation of land and buildings) and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1, the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

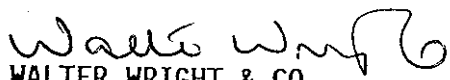
BASIS OF OPINION

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 accounts. It also includes an assessment of the significant estimates and judgements by the directors in the preparation of the accounts, 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 accounts 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 accounts.

OPINION

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31st December 1994 and of its result for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.'


WALTER WRIGHT & CO.
Registered Auditor
Chartered Accountants

89 High Street
Hadleigh
Suffolk IP7 5EA

Dated 24.2.1995

SKAR PRECISION MOULDINGS LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 December 1994

	Notes	£	1994 £	£	1993 £
FIXED ASSETS					
Intangible assets	2		11,599		17,398
Tangible assets	2		797,793		742,788
			<u>809,392</u>		<u>760,186</u>
CURRENT ASSETS					
Stocks		185,595		108,069	
Debtors		490,348		430,136	
Cash at bank and in hand		30		381	
		<u>675,973</u>		<u>538,586</u>	
CREDITORS - amounts falling due within one year	3	(668,985)		(570,005)	
NET CURRENT ASSETS/(LIABILITIES)			<u>6,988</u>		<u>(31,419)</u>
ASSETS LESS CURRENT LIABILITIES			<u>816,380</u>		<u>728,767</u>
CREDITORS - amounts falling due after more than one year	3		(219,089)		(183,735)
NET ASSETS			<u>£ 597,291</u>		<u>£ 545,032</u>
CAPITAL AND RESERVES					
Called up share capital	4		1,000		1,000
Revaluation reserve			230,291		230,291
Profit and loss account			366,000		313,741
			<u>£ 597,291</u>		<u>£ 545,032</u>

The directors have taken advantage of the exemptions conferred by Part 111 of Schedule 8 to the Companies Act 1985 and have done so on the grounds that, in their opinion, the company is entitled to those exemptions as a small company.

In the preparation of the company's annual accounts, the directors have taken advantage of special exemptions applicable to small companies and have done so on the grounds that, in their opinion, the company is entitled to those exemptions as a small company.

Signed on behalf of the board of directors

Mr. D.J. Kibble
Director

Approved by the board 24/2/1995

The notes on pages 3 to 5 form an integral part of these financial statements.

SKAR PRECISION MOULDINGS LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 December 1994

1. ACCOUNTING POLICIES

1.1 Accounting conventions

The financial statements are prepared under the historical cost convention.

1.2 Turnover

This represents the invoiced amounts of goods sold and provided, net of value added tax.

1.3 Depreciation of intangible assets

The Company's policy is to write off goodwill evenly over its economic life of 4 years.

1.4 Depreciation of tangible assets

Provision is made for depreciation on all tangible assets, other than freehold land, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset over its expected useful life, as follows:

Office equipment	- 15% per annum on written down value
Fixtures and fittings	- 15% per annum on written down value
Plant and machinery	- 15% per annum on written down value
Motor vehicles	- 25% per annum on written down value

No depreciation is provided on freehold property. It is the company's practice to maintain its buildings in a continual state of sound repair and accordingly the directors consider the life of the property and its residual value such that depreciation is not significant.

1.5 Stocks

Stocks are stated at the lower of cost and net realisable value as follows:

Raw Materials	- purchase cost on a first-in, first-out basis
Work in Progress and Finished Goods	- cost of direct materials and labour plus attributable overheads based on normal level of activity

1.6 Deferred taxation

No provision is made for deferred taxation as a liability is not expected to arise in the foreseeable future.

1.7 Leasing and Hire Purchase Commitments

Assets obtained under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income as incurred.

SKAR PRECISION MOULDINGS LIMITED

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 December 1994

2. TANGIBLE FIXED ASSETS

	<u>Intangible Assets</u>	<u>Tangible Assets</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>£</u>
Cost or valuation:			
At 1st January 1994	23,197	1,116,421	1,139,618
Additions	-	125,740	125,740
At 31st December 1994	<u>23,197</u>	<u>1,242,161</u>	<u>1,265,358</u>
Depreciation:			
At 1st January 1994	5,799	373,632	379,431
Charge for year	5,799	70,736	76,535
At 31st December 1994	<u>11,598</u>	<u>444,368</u>	<u>455,966</u>
Net book value at 31st December 1994	<u>£11,599</u>	<u>£797,793</u>	<u>£809,392</u>
Net book value at 31st December 1993	<u>£17,398</u>	<u>£742,789</u>	<u>£760,187</u>

SKAR PRECISION MOULDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 December 1994

3. CREDITORS

	<u>1994</u> £	<u>1993</u> £
Included within creditors are the following secured liabilities:		
Bank loans	176,052	88,910
Bank overdraft	14,212	35,822
	<u>£190,264</u>	<u>£124,732</u>

(b) Aggregate amounts repayable by instalments any of which fall due for repayment after five years:

BANK LOANS:		
0 - 1 year	25,566	22,322
1 - 5 years	88,206	66,588
Over 5 years	62,280	-
	<u>£176,052</u>	<u>£88,910</u>

4. SHARE CAPITAL

SHARE CAPITAL	<u>Authorised</u>	<u>Allotted, Issued and fully paid</u>	
	£	<u>1994</u> £	<u>1993</u> £
Ordinary shares of £1 each	1,000	1,000	1,000

5. ULTIMATE HOLDING COMPANY

The ultimate holding company is Harvest Moulds Limited, a company incorporated in England.