

ABBREVIATED UNAUDITED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2006
FOR
SKAR PRECISION MOULDINGS LTD

WEDNESDAY



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SKAR PRECISION MOULDINGS LTD

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FOR THE YEAR ENDED 31 DECEMBER 2006

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SKAR PRECISION MOULDINGS LTD

COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2006

DIRECTOR: G M McLellan

SECRETARY: Mrs K D Gant

REGISTERED OFFICE: Lady Lane Industrial Estate
Hadleigh
Ipswich
Suffolk
IP7 6AZ

REGISTERED NUMBER: 949310 (England and Wales)

ACCOUNTANTS: Walter Wright
Chartered Accountants
89 High Street
Hadleigh
Ipswich
Suffolk
IP7 5EA

SKAR PRECISION MOULDINGS LTD**ABBREVIATED BALANCE SHEET**
31 DECEMBER 2006

	Notes	2006 £	2005 £
FIXED ASSETS			
Intangible assets	2	168,320	267,343
Tangible assets	3	1,045,347	368,783
Investments	4	10,000	10,000
		<u>1,223,667</u>	<u>646,126</u>
CURRENT ASSETS			
Stocks		272,574	207,503
Debtors		326,947	267,723
Cash at bank and in hand		39,907	35,941
		<u>639,428</u>	<u>511,167</u>
CREDITORS			
Amounts falling due within one year	5	<u>823,384</u>	<u>624,722</u>
NET CURRENT LIABILITIES		<u>(183,956)</u>	<u>(113,555)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,039,711	532,571
CREDITORS			
Amounts falling due after more than one year	5	(718,210)	(224,639)
PROVISIONS FOR LIABILITIES		<u>(34,072)</u>	<u>(34,795)</u>
NET ASSETS		<u>287,429</u>	<u>273,137</u>
CAPITAL AND RESERVES			
Called up share capital	6	1,000	1,000
Revaluation reserve		33,480	47,828
Profit and loss account		252,949	224,309
SHAREHOLDERS' FUNDS		<u>287,429</u>	<u>273,137</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 December 2006

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2006 in accordance with Section 249B(2) of the Companies Act 1985

The director acknowledges his responsibilities for

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company

The notes form part of these abbreviated accounts

SKAR PRECISION MOULDINGS LTD

ABBREVIATED BALANCE SHEET - continued
31 DECEMBER 2006

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

The financial statements were approved by the director on 11 May 2007 and were signed by



G M McLellan - Director

The notes form part of these abbreviated accounts

SKAR PRECISION MOULDINGS LTD

NOTES TO THE ABBREVIATED ACCOUNTS **FOR THE YEAR ENDED 31 DECEMBER 2006**

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

Exemption from preparing consolidated financial statements

The financial statements contain information about Skar Precision Mouldings Ltd as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 248 of the Companies Act 1985 from the requirements to prepare consolidated financial statements

Turnover

Turnover represents the sales of goods and services, is recognised on dispatch of the goods or provision of the service and excludes value added tax

Goodwill

Purchased goodwill represents the capitalisation of excess consideration paid for the acquisition of the assets of an undertaking over the fair value of these assets. Goodwill is amortised at a rate calculated to write off the cost over the estimated useful life of the assets acquired as follows

Goodwill - over 3 years on straight line basis

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter

Plant and machinery etc - 25% on reducing balance and
20% on reducing balance

No depreciation is charged on freehold land and buildings. Where buildings are maintained to such a standard that their residual value is not less than their cost or valuation, no depreciation is charged as it is not material. The directors perform annual impairment reviews to ensure that the recoverable amount is not less than the book value

Stocks

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

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2006**1 ACCOUNTING POLICIES - continued****Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Pensions

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable for the year are charged in the profit and loss account.

2 INTANGIBLE FIXED ASSETS

	Total £
COST	
At 1 January 2006	
and 31 December 2006	458,425
AMORTISATION	
At 1 January 2006	191,082
Charge for year	99,023
	290,105
NET BOOK VALUE	
At 31 December 2006	168,320
At 31 December 2005	267,343

3 TANGIBLE FIXED ASSETS

	Total £
COST	
At 1 January 2006	1,794,812
Additions	754,494
	2,549,306
DEPRECIATION	
At 1 January 2006	1,426,029
Charge for year	77,930
	1,503,959
NET BOOK VALUE	
At 31 December 2006	1,045,347
At 31 December 2005	368,783

SKAR PRECISION MOULDINGS LTD**NOTES TO THE ABBREVIATED ACCOUNTS - continued**
FOR THE YEAR ENDED 31 DECEMBER 2006**4 FIXED ASSET INVESTMENTS**

	Shares in group undertakings £
COST	
At 1 January 2006	
and 31 December 2006	10,000
NET BOOK VALUE	
At 31 December 2006	10,000
At 31 December 2005	10,000

The company's investments at the balance sheet date in the share capital of companies include the following

Chelmer Plastics (Holdings) Limited

Nature of business Holding company

Class of shares	% holding	2006	30 9 05
Ordinary £1	100 00	£	£
Aggregate capital and reserves		75	75

5 CREDITORS

The following secured debts are included within creditors

	2006 £	2005 £
Bank overdrafts	45,106	12,998
Bank loans	689,101	54,134
Hire purchase contracts	107,048	107,057
	841,255	174,189

Creditors include the following debts falling due in more than five years

	2006 £	2005 £
Repayable by instalments		
Bank loans more than 5 years by instalments	435,563	-
	435,563	-

SKAR PRECISION MOULDINGS LTD

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2006

6 CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid		Nominal value £1	2006	2005
Number	Class		£	£
1,000	Ordinary		<u>1,000</u>	<u>1,000</u>

7 ULTIMATE PARENT COMPANY

The parent undertaking is Ettle Limited, a company registered in England & Wales, company number 3021975

The ultimate controlling party is G McLellan, a director of the company

The director's interest in the share capital of the ultimate parent company are disclosed in that company's accounts

8 TRANSACTIONS WITH DIRECTOR

The Director has given a personal guarantee in respect of certain bank borrowings that amount to £50,000 in total

CHARTERED ACCOUNTANTS' REPORT TO THE DIRECTOR
ON THE UNAUDITED FINANCIAL STATEMENTS OF
SKAR PRECISION MOULDINGS LTD

The following reproduces the text of the report prepared for the director in respect of the company's annual unaudited financial statements, from which the unaudited abbreviated accounts (set out on pages two to seven) have been prepared.

In accordance with our terms of engagement and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company for the year ended 31 December 2006 which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the accounting records and information and explanations you have given to us

This report is made to the company's director, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's director that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's director, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England & Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the Balance Sheet as at 31 December 2006 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

Walter Wright

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Date *16 May 2007*