Company Registration No. 1268821

# PARNHAM TRACTORS LIMITED

## ABBREVIATED ACCOUNTS

## YEAR ENDED

## 31 JANUARY 2003




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COMPANIES HOUSE
0715
06/09/03

# PARNHAM TRACTORS LIMITED

## ABBREVIATED ACCOUNTS

Year ended 31 January 2003

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## REPORT OF THE AUDITORS TO PARNHAM TRACTORS LIMITED

## UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 5 , together with the financial statements of the company for the year ended 31 January 2003 prepared under section 226 of the Companies Act 1985.

**Respective responsibilities of the director and auditors**

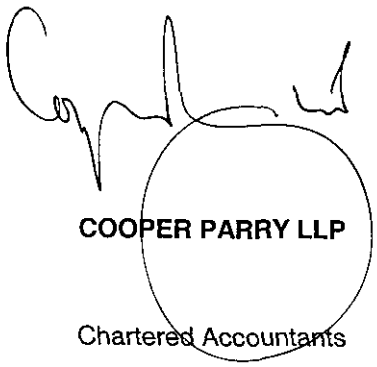
The director is responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

**Basis of opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 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.



**COOPER PARRY LLP**

Chartered Accountants

Registered Auditor

Derby

4 September 2003

## PARNHAM TRACTORS LIMITED

## ABBREVIATED BALANCE SHEET

At 31 January 2003

| | Notes | £ | 2003 £ | £ | 2002 £ |
|---|---|---|---|---|---|
| **Fixed assets** | | | | | |
| Tangible assets | 2 | | 167,261 | | 180,426 |
| **Current assets** | | | | | |
| Stocks | | 389,734 | | 379,393 | |
| Debtors | | 164,075 | | 168,693 | |
| Cash at bank and in hand | | 1,212 | | 816 | |
| | | 555,021 | | 548,902 | |
| **Creditors: amounts falling due within one year** | | 439,105 | | 422,001 | |
| **Net current assets** | | | 115,916 | | 126,901 |
| **Total assets less current liabilities** | | | 283,177 | | 307,327 |
| **Creditors: amounts falling due after more than one year** | 3 | | 86,609 | | 100,909 |
| **Provisions for liabilities and charges** | | | 2,072 | | 3,500 |
| | | | 194,496 | | 202,918 |
| **Capital and reserves** | | | | | |
| Called up share capital | 4 | | 25,762 | | 25,762 |
| Revaluation reserve | | | 53,224 | | 54,573 |
| Profit and loss account | | | 115,510 | | 122,583 |
| **Shareholders' funds** | | | 194,496 | | 202,918 |

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

Signed on behalf of the board of directors

.....

R M Hardy

**Director**

Approved by the board on 11th August 2003

The notes on pages 3 to 5 form part of these abbreviated accounts.

## NOTES TO THE ABBREVIATED ACCOUNTS

Year ended 31 January 2003

### 1 Accounting policies

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the company's financial statements.

**Accounting convention**

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

**Turnover**

Turnover represents the amounts derived from the supply of goods and services which fall within the company's activities, and is stated net of value added tax.

**Depreciation**

Depreciation is provided on all tangible fixed assets, other than freehold land, at the following annual rates to write off the cost or valuation, less estimated residual value, of each asset over its expected useful life as follows:

| | |
|---|---|
| Land and buildings Freehold | 2 % per annum on straight line basis |
| Fixtures, fittings & equipment | 10 % per annum on reducing balance basis |
| Motor vehicles | 20 % - 25% per annum on straight line basis |

**Leasing**

Assets acquired under finance leases and hire purchase contracts which give rights approximating to ownership have been capitalised at amounts equal to the original cost of the assets and depreciation has been provided on the basis of the company's depreciation policy. The capital elements of future obligations are included as liabilities in the balance sheet and the current year's interest element is charged to the profit and loss account.

**Stock**

Stocks are stated at the lower of cost and net realisable value.
In respect of machinery and tractors cost is defined as purchase price and net realisable value is based on estimated selling price less costs expected to be incurred on disposal. In respect of parts cost is defined as purchase price on a first in, first out basis and net realisable value is achieved by application of a provision based on the age and expected utilisation of the parts.

**Pensions**

Contributions in respect of the company's defined contribution scheme are charged to profit and loss account for the year in which they are payable to the scheme.

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

Year ended 31 January 2003

### 1 Accounting policies (continued)

**Deferred taxation**

The charge for taxation is based on the result for the year as adjusted for disallowable items. The charge for taxation takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

In accordance with Financial Reporting Standard for Smaller Entities (effective June 2002) deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Deferred tax is calculated at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted at the balance sheet date.

Implementation of Financial Reporting Standard for Smaller Entities (effective June 2002) has had no material impact on deferred tax in the current or prior year.

### 2 Fixed assets

| | Tangible assets £ |
|---|---|
| **Cost or valuation** | |
| At 1 February 2002 | 261,062 |
| Additions | 19,565 |
| Disposals | (41,265) |
| At 31 January 2003 | 239,362 |
| **Depreciation** | |
| At 1 February 2002 | 80,636 |
| On disposals | (17,353) |
| Charge for the year | 8,818 |
| At 31 January 2003 | 72,101 |
| **Net book value** | |
| At 31 January 2003 | 167,261 |
| At 31 January 2002 | 180,426 |

### 3 Creditors: amounts falling due after more than one year

| | 2003 £ | 2002 £ |
|---|---|---|
| **Analysis of loans repayable in more than five years** | | |
| Not wholly repayable within five years other than by instalments | 3,670 | 24,940 |

The aggregate amount of creditors for which security has been given amounted to £184,447 (2002 - £155,360 ).

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

Year ended 31 January 2003

**4 Called-up share capital**

| | 2003 | 2002 |
|---|---|---|
| | £ | £ |
| Authorised: | | |
| 31,100 Ordinary of £ 1 each | 31,100 | 31,100 |
| Allotted, issued and fully paid: | | |
| 25,762 Ordinary of £ 1 each | 25,762 | 25,762 |