

1300607 (England and Wales)

T.J.SMITH & SON (GRINDING SERVICES) LIMITED

Abbreviated Accounts

for the year ended 31 March 1998



T.J.SMITH & SON (GRINDING SERVICES) LIMITED

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T.J.SMITH & SON (GRINDING SERVICES) LIMITED

Auditors' Report to T.J.Smith & Son (Grinding Services) Limited
Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985

We have examined the abbreviated accounts on pages 2 to 5 together with the financial statements of T.J.Smith & Son (Grinding Services) Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 March 1998.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of and Schedule 8A to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and whether the abbreviated accounts have been 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 audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31 March 1998, and the abbreviated accounts on pages 2 to 5 have been properly prepared in accordance with that Schedule.



Wingfield Slater Hemmingfield

7 July 1998

Chartered Accountants
Registered Auditor

Wellington House
39 Wellington Street
Sheffield
S1 1XB

T.J.SMITH & SON (GRINDING SERVICES) LIMITED

Abbreviated Balance Sheet
as at 31 March 1998

	Notes	1998 £	1997 £
Fixed Assets			
Tangible assets	2	87,538	100,612
Current Assets			
Stocks		11,674	10,450
Debtors		197,549	188,709
Cash at bank and in hand		500	500
		<u>209,723</u>	<u>199,659</u>
Creditors: amounts falling due within one year		<u>(163,593)</u>	<u>(173,689)</u>
Net Current Assets		<u>46,130</u>	<u>25,970</u>
Total Assets Less Current Liabilities		<u>133,668</u>	<u>126,582</u>
Creditors: amounts falling due after more than one year	3	<u>(3,175)</u>	<u>(7,294)</u>
		<u><u>130,493</u></u>	<u><u>119,288</u></u>
Capital and Reserves			
Called up share capital	4	70	70
Capital redemption reserve		30	30
Profit and loss account		130,393	119,188
Shareholders' Funds		<u><u>130,493</u></u>	<u><u>119,288</u></u>

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 Board on 24 June 1998.

D. Swainson
Director



T.J.SMITH & SON (GRINDING SERVICES) LIMITED

Notes to the Abbreviated Accounts
for the year ended 31 March 1998

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and include the results of the company's operations as indicated in the directors' report, all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover represents amounts receivable for goods and services provided net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Leasehold properties	-	Straight line over the life of the lease
Plant and machinery	-	10% Straight line
Fixtures, fittings and equipment	-	10% Straight line
Motor vehicles	-	25% Reducing balance

1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5 Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value. Cost includes material, direct labour and production overheads.

Net realisable value is the value which would be realised from the disposal of stocks in the ordinary course of business.

T.J.SMITH & SON (GRINDING SERVICES) LIMITED

Notes to the Abbreviated Accounts
for the year ended 31 March 1998

1.6 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with SSAP 24.

1.7 Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to crystallise.

1.8 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the accounting date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2. Tangible Assets

	Land and Plant and Buildings machinery etc		Total
	£	£	£
Cost			
At 1 April 1997	49,905	163,084	212,989
Additions	-	6,606	6,606
Disposals	-	(9,800)	(9,800)
At 31 March 1998	49,905	159,890	209,795
Depreciation			
At 1 April 1997	6,702	105,675	112,377
On disposals	-	(4,287)	(4,287)
Charge for year	499	13,668	14,167
At 31 March 1998	7,201	115,056	122,257
Net book values			
At 31 March 1998	42,704	44,834	87,538
At 31 March 1997	43,203	57,409	100,612

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3. Secured creditors

The aggregate amount of creditors for which security has been given amounted to £35,418 (1997 - £32,946).

4. Share Capital

	1998 £	1997 £
Authorised		
100 Ordinary shares of £1 each	100	100
Allotted, called up and fully paid		
70 Ordinary shares of £1 each	70	70