

**LANGLEY MECHANICAL
SERVICES LIMITED**

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED

31 DECEMBER 1997



LANGLEY MECHANICAL SERVICES LIMITED

ABBREVIATED ACCOUNTS

For the year ended 31 December 1997

Company registration number: 1536708

Registered office: Langley Bridge Trading Estate
Derby Road
Eastwood
Nottingham
NG16 3RZ

Directors: Mr S A Quigley
Mr A J Whysall
Mrs S Whysall
Mr W E Sweet
Mr M E Whysall
Mrs K B Whysall

Secretary: Mr A J Whysall

Bankers: Barclays Bank PLC
PO Box 18
Old Market Square
Nottingham
NG1 6FF

Solicitors: Robinsons
3 - 5 Munday Street
Heanor
Derbyshire

Auditors: Grant Thornton
Registered auditors
Chartered accountants
30 Hounds Gate
Nottingham
NG1 7DH

LANGLEY MECHANICAL SERVICES LIMITED

ABBREVIATED ACCOUNTS

For the year ended 31 December 1997

INDEX

PAGE

Report of the auditors	1
Principal accounting policies	2 - 3
Abbreviated balance sheet	4
Notes to the abbreviated accounts	5

REPORT OF THE AUDITORS TO

LANGLEY MECHANICAL SERVICES LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5 together with the full financial statements of Langley Mechanical Services Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1997.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with the provisions of 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 to the registrar of companies abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act and whether the abbreviated accounts have been properly prepared in accordance with those provisions.

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 deliver abbreviated accounts 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 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 have been properly prepared in accordance with those provisions.



**GRANT THORNTON
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS**

**NOTTINGHAM
25 June 1998**

LANGLEY MECHANICAL SERVICES LIMITED

PRINCIPAL ACCOUNTING POLICIES

BASIS OF PREPARATION

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost convention except that certain items of plant and equipment are shown at their revalued amounts.

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

TURNOVER

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

INCOME FROM INVESTMENTS

Investment income comprises dividends declared during the accounting period and interest receivable on listed and unlisted investments.

DEPRECIATION

Depreciation is calculated to write down the cost or valuation less estimated residual value of all tangible fixed assets by equal annual instalments over their expected useful lives. The periods generally applicable are:

Plant and equipment	3 - 7 years
Motor vehicles	4 years
Fixtures and fittings	5 years
Office equipment	5 years

INVESTMENTS

Investments are included at cost.

LEASEHOLD VALUATION

A valuation of the company's interest in the remaining life of its existing lease of premises was undertaken at 31 December 1992 and incorporated into the financial statements. The valuation will be amortised on a straight line basis over the remaining life of the lease.

STOCKS

Stocks are stated at the lower of cost and net realisable value.

DEFERRED TAXATION

Deferred tax is provided using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

Debit balances arising in respect of advance corporation tax on dividends payable or proposed are carried forward to the extent that they are expected to be recoverable.

LANGLEY MECHANICAL SERVICES LIMITED

PRINCIPAL ACCOUNTING POLICIES

CONTRIBUTIONS TO PENSION FUNDS

Defined contribution scheme

The pension costs charged against profits represent the amount of the contributions payable to the scheme in respect of the accounting period.

LEASED ASSETS

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and depreciated over their expected useful lives. The interest element of leasing payments is charged to the profit and loss account on a straight-line basis over the lease term.

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight-line basis over the lease term.

LANGLEY MECHANICAL SERVICES LIMITED

ABBREVIATED BALANCE SHEET AT 31 DECEMBER 1997

	Note	1997 £	1997 £	1996 £	1996 £
Fixed assets					
Intangible assets	1		5,631		7,025
Tangible assets	1		887,476		639,854
Investments	1		500		500
			<u>893,607</u>		<u>647,379</u>
Current assets					
Stocks		74,899		78,668	
Debtors		226,623		195,400	
Cash at bank and in hand		159,816		18,548	
		<u>461,338</u>		<u>292,616</u>	
Creditors: amounts falling due within one year	2	(622,643)		(378,861)	
Net current liabilities			<u>(161,305)</u>		<u>(86,245)</u>
Total assets less current liabilities			<u>732,302</u>		<u>561,134</u>
Creditors: amounts falling due after more than one year	2		(423,150)		(272,383)
Provisions for liabilities and charges			<u>(45,090)</u>		<u>(44,000)</u>
			<u>264,062</u>		<u>244,751</u>
Capital and reserves					
Called up share capital	3	25,000		25,000	
Revaluation reserve		7,025		7,025	
Profit and loss account		232,037		212,726	
		<u>264,062</u>		<u>244,751</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 abbreviated accounts were approved by the Board of Directors on 25 June 1998.

S A Quigley

A J Whysall

The accompanying accounting policies and notes form an integral part of these abbreviated accounts.

LANGLEY MECHANICAL SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

For the year ended 31 December 1997

1 FIXED ASSETS

	Intangible assets £	Tangible fixed assets £	Investments £	Total £
Cost				
At 1 January 1997	14,000	1,225,551	500	1,240,051
Additions	-	465,237	-	465,237
Disposals	-	(55,390)	-	(55,390)
At 31 December 1997	14,000	1,635,398	500	1,649,898
Depreciation and amortisation				
At 1 January 1997	6,975	585,697	-	592,672
Charge for the year	1,394	199,123	-	200,517
Eliminated on disposals	-	(36,898)	-	(36,898)
At 31 December 1997	8,369	747,922	-	756,291
Net book amount at 31 December 1997	5,631	887,476	500	893,607
Net book amount at 31 December 1996	7,025	639,854	500	647,379

2 CREDITORS

Certain hire purchase agreements are secured by a fixed charge over related customer leasing agreements and hire income in the event of a default on repayments.

3 SHARE CAPITAL

	1997 £	1996 £
Authorised 25,000 ordinary shares of £1 each	25,000	25,000
Allotted, called up and fully paid 25,000 ordinary shares of £1 each	25,000	25,000