

# **Langley Mechanical Services Limited**

Abbreviated accounts

For the year ended 31 December 2004

Grant Thornton 



**Company No. 1536708**

## Company information

**Registered office**

Langley Bridge Trading Estate  
Derby Road  
Eastwood  
NOTTINGHAM  
NG16 3RZ

**Directors**

Mr A Whysall  
Mrs S Whysall  
Mr W Sweet

**Secretary**

Mr A Whysall

**Bankers**

National Westminster Bank Plc

**Solicitors**

Robinsons  
83 Friar Gate  
DERBY  
DE1 1FL

**Auditors**

Grant Thornton UK LLP  
Chartered Accountants  
Registered Auditors  
30 Hounds Gate  
NOTTINGHAM  
NG1 7DH

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## Independent auditors' report to the company pursuant to Section 247B of the Companies Act 1985

We have examined the abbreviated accounts which comprise the balance sheet and the related notes, together with the financial statements of the company for the year ended 31 December 2004 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to them in a special auditors' 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, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditors**

The directors are 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 report our opinion to you.

### **Basis of opinion**

We have carried out the procedures we consider 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 Act, and the abbreviated accounts which comprise the balance sheet and the related notes are properly prepared in accordance with those provisions.



GRANT THORNTON UK LLP  
REGISTERED AUDITORS  
CHARTERED ACCOUNTANTS  
Nottingham  
5 September 2005

## Principal accounting policies

### **Basis of accounting**

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

### **Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year.

### **Amortisation**

Amortisation is calculated so as to write off the cost of an asset over the useful economic life of that asset as follows:

### **Fixed assets**

All fixed assets are initially recorded at cost.

### **Depreciation**

Depreciation is calculated so as to write off the cost of an asset over the useful economic life of that asset as follows:

|                     |   |              |
|---------------------|---|--------------|
| Plant & Equipment   | - | 4 - 10 years |
| Fixtures & Fittings | - | 5 years      |
| Motor Vehicles      | - | 4 years      |

### **Stocks**

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

### **Leasing and hire purchase commitments**

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, and hire purchase contracts, are capitalised in the balance sheet and are depreciated over their useful lives. The capital elements of future obligations under the leases and hire purchase contracts are included as liabilities in the balance sheet.

The interest elements of the rental obligations are charged in the profit and loss account over the periods of the leases and hire purchase contracts and represent a constant proportion of the balance of capital repayments outstanding.

### **Pension costs**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

### **Deferred taxation**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

### **Income from investments**

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

### **Investments**

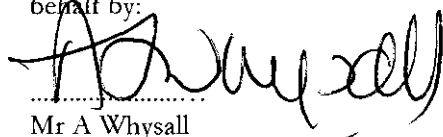
Investments are included at cost.

## Abbreviated balance sheet

|                                                                | Note | 2004<br>£        | 2003<br>£        |
|----------------------------------------------------------------|------|------------------|------------------|
| <b>Fixed assets</b>                                            | 1    |                  |                  |
| Tangible assets                                                |      | 862,275          | 823,435          |
| Investments                                                    |      | 632              | 632              |
|                                                                |      | <u>862,907</u>   | <u>824,067</u>   |
| <b>Current assets</b>                                          |      |                  |                  |
| Stocks                                                         |      | 150,465          | 99,439           |
| Debtors                                                        | 2    | 1,526,978        | 544,814          |
| Cash at bank and in hand                                       |      | 228,539          | 542,178          |
|                                                                |      | <u>1,905,982</u> | <u>1,186,431</u> |
| <b>Creditors: amounts falling due within one year</b>          | 3    | <u>832,712</u>   | <u>739,783</u>   |
| <b>Net current assets</b>                                      |      | <u>1,073,270</u> | <u>446,648</u>   |
| <b>Total assets less current liabilities</b>                   |      | <u>1,936,177</u> | <u>1,270,715</u> |
| <b>Creditors: amounts falling due after more than one year</b> | 4    | 682,912          | 177,587          |
| <b>Provisions for liabilities and charges</b>                  |      | <u>60,763</u>    | <u>65,282</u>    |
|                                                                |      | <u>1,192,502</u> | <u>1,027,846</u> |
| <b>Capital and reserves</b>                                    |      |                  |                  |
| Called-up equity share capital                                 | 5    | 25,000           | 25,000           |
| Profit and loss account                                        |      | 1,167,502        | 1,002,846        |
| <b>Shareholders' funds</b>                                     |      | <u>1,192,502</u> | <u>1,027,846</u> |

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

These abbreviated accounts were approved by the directors on 5/9/05 and are signed on their behalf by:

  
 Mr A Whysall

## Notes to the abbreviated accounts

### 1 Fixed assets

|                     | Intangible<br>Assets<br>£ | Tangible<br>Assets<br>£ | Investments<br>£ | Total<br>£       |
|---------------------|---------------------------|-------------------------|------------------|------------------|
| Cost                |                           |                         |                  |                  |
| At 1 January 2004   | 14,000                    | 2,095,093               | 632              | 2,109,725        |
| Additions           | -                         | 322,208                 | -                | 322,208          |
| Disposals           | -                         | (241,256)               | -                | (241,256)        |
| At 31 December 2004 | <u>14,000</u>             | <u>2,176,045</u>        | <u>632</u>       | <u>2,190,677</u> |
| Depreciation        |                           |                         |                  |                  |
| At 1 January 2004   | 14,000                    | 1,271,658               | -                | 1,285,658        |
| Charge for year     | -                         | 224,182                 | -                | 224,182          |
| On disposals        | -                         | (182,070)               | -                | (182,070)        |
| At 31 December 2004 | <u>14,000</u>             | <u>1,313,770</u>        | <u>-</u>         | <u>1,327,770</u> |
| Net book value      |                           |                         |                  |                  |
| At 31 December 2004 | <u>-</u>                  | <u>862,275</u>          | <u>632</u>       | <u>862,907</u>   |
| At 31 December 2003 | <u>-</u>                  | <u>823,435</u>          | <u>632</u>       | <u>824,067</u>   |

The aggregate market value of these investments at 31 December 2004 was £1,671 (2003: £1,372).

### 2 Debtors

Debtors include amounts of £1,201,500 (2003 - £Nil) falling due after more than one year.

### 3 Creditors: amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

|                           | 2004<br>£      | 2003<br>£     |
|---------------------------|----------------|---------------|
| Bank loans and overdrafts | <u>142,227</u> | <u>60,154</u> |

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

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

|                           | 2004<br>£      | 2003<br>£ |
|---------------------------|----------------|-----------|
| Bank loans and overdrafts | <u>411,645</u> | <u>-</u>  |

**5 Share capital**

Authorised share capital:

|                                   | 2004          | 2003          |
|-----------------------------------|---------------|---------------|
|                                   | £             | £             |
| 25,000 Ordinary shares of £1 each | <u>25,000</u> | <u>25,000</u> |

Allotted, called up and fully paid:

|                            | 2004          |               | 2003          |               |
|----------------------------|---------------|---------------|---------------|---------------|
|                            | No            | £             | No            | £             |
| Ordinary shares of £1 each | <u>25,000</u> | <u>25,000</u> | <u>25,000</u> | <u>25,000</u> |

**6 Ultimate parent company**

The ultimate parent undertaking of Langley Mechanical Services Limited is Langley Mechanical Limited by virtue of its majority shareholding.

**7 Capital commitments**

The directors have confirmed that there were no capital commitments at 31 December 2004 (2003: £nil)