

P.D.Q. ENGINEERING LIMITED
ABBREVIATED FINANCIAL STATEMENTS
29th FEBRUARY 2000



P.D.Q. ENGINEERING LIMITED

ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 29th FEBRUARY 2000

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P.D.Q. ENGINEERING LIMITED

AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 6, together with the financial statements of the company for the year ended 29th February 2000 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE 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 on pages 2 to 6 are properly prepared in accordance with those provisions.

Tait Walker

Bulman House
Regent Centre
Gosforth
Newcastle upon Tyne
NE3 3LS

TAIT WALKER
Chartered Accountants
& Registered Auditors

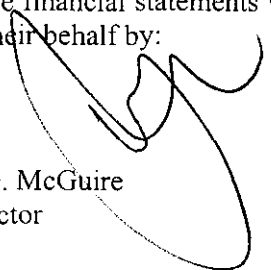
1 November 2000

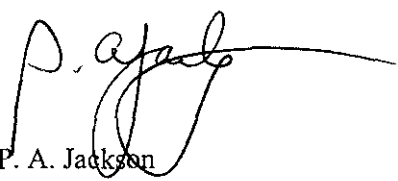
P.D.Q. ENGINEERING LIMITED**ABBREVIATED BALANCE SHEET****29th FEBRUARY 2000**

	Note	2000	1999
		£	£
FIXED ASSETS	2		
Tangible assets		1,007,219	1,118,528
CURRENT ASSETS			
Stocks		22,671	22,255
Debtors		320,297	309,801
Cash at bank and in hand		286	1,408
		<u>343,254</u>	<u>333,464</u>
CREDITORS: Amounts falling due within one year	3	<u>(493,230)</u>	<u>(494,458)</u>
NET CURRENT LIABILITIES		<u>(149,976)</u>	<u>(160,994)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>857,243</u>	<u>957,534</u>
CREDITORS: Amounts falling due after more than one year	4	(219,916)	(300,145)
PROVISIONS FOR LIABILITIES AND CHARGES		(76,067)	(85,436)
GOVERNMENT GRANTS	5	(16,661)	(19,601)
		<u>544,599</u>	<u>552,352</u>
CAPITAL AND RESERVES			
Called-up equity share capital	7	73,000	73,000
Revaluation reserve		75,690	75,690
Other reserves		38,000	38,000
Profit and loss account		357,909	365,662
SHAREHOLDERS' FUNDS		<u>544,599</u>	<u>552,352</u>

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

These financial statements were approved by the directors on the 31 October 2000, and are signed on their behalf by:


D. G. McGuire
Director


P. A. Jackson
Director

The notes on pages 3 to 6 form part of these financial statements.

P.D.Q. ENGINEERING LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 29th FEBRUARY 2000

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the company is small.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of value added tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold Property	- 2% straight line
Plant and Equipment	- 15% reducing balance
Fixtures and Fittings	- 15% reducing balance
Motor Vehicles	- 25% reducing balance

Stocks

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

Work in progress

Work in progress and finished goods are valued on the basis of retail price less gross profit margin based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress or finished goods.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

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.

P.D.Q. ENGINEERING LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 29th FEBRUARY 2000

1. ACCOUNTING POLICIES *(continued)*

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

Deferred government grants

Government grants in respect of capital expenditure are treated as deferred income and are credited to the profit and loss account over the estimated useful life of the assets to which they relate.

2. FIXED ASSETS

	Tangible Fixed Assets £
COST OR VALUATION	
At 1st March 1999	2,095,581
Additions	17,157
At 29th February 2000	<u>2,112,738</u>
DEPRECIATION	
At 1st March 1999	977,053
Charge for year	128,466
At 29th February 2000	<u>1,105,519</u>
NET BOOK VALUE	
At 29th February 2000	<u>1,007,219</u>
At 28th February 1999	<u>1,118,528</u>

3. CREDITORS: Amounts falling due within one year

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

	2000 £	1999 £
Bank loans and overdrafts	228,759	193,147
Hire purchase agreements	62,285	59,185
	<u>291,044</u>	<u>252,332</u>

P.D.Q. ENGINEERING LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 29th FEBRUARY 2000

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:

	2000 £	1999 £
Bank loans and overdrafts	188,382	215,884
Hire purchase agreements	31,534	84,261
	<u>219,916</u>	<u>300,145</u>

5. GOVERNMENT GRANTS

	2000 £	1999 £
Received and receivable	204,632	204,632
Amortisation	(187,971)	(185,031)
	<u>16,661</u>	<u>19,601</u>

6. TRANSACTIONS WITH THE DIRECTORS

Included in other debtors is a loan to P Jackson :

	2000 £	1999 £
Amount outstanding at end of year	<u>5,884</u>	<u>2,225</u>
Amount outstanding at beginning of year	<u>2,225</u>	<u>10,164</u>
Maximum outstanding during the year	<u>5,884</u>	<u>22,225</u>

7. SHARE CAPITAL

Authorised share capital:

	2000 £	1999 £
100,000 Ordinary shares of £1 each	100,000	100,000
38,000 Preference shares of £1 each	38,000	38,000
	<u>138,000</u>	<u>138,000</u>

P.D.Q. ENGINEERING LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 29th FEBRUARY 2000

7. SHARE CAPITAL *(continued)*

Allotted and called up:

	2000		1999	
	No.	£	No.	£
Ordinary shares fully paid	<u>73,000</u>	<u>73,000</u>	<u>73,000</u>	<u>73,000</u>