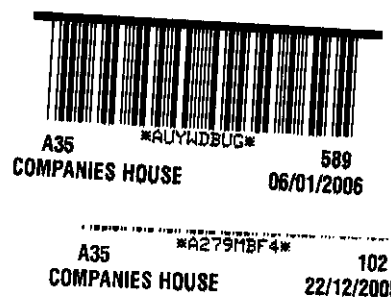


PDQ ENGINEERING LIMITED
ABBREVIATED ACCOUNTS
28 FEBRUARY 2005



MITCHELLS
Chartered Accountants & Registered Auditors
Suite 4 Parsons House
Parsons Road
Washington
Tyne & Wear
NE37 1EZ

PDQ ENGINEERING LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 28 FEBRUARY 2005

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PDQ ENGINEERING LIMITED
INDEPENDENT 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 28 February 2005 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 it 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 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.

X
Suite 4 Parsons House
Parsons Road
Washington
Tyne & Wear
NE37 1EZ

1 November 2005


MITCHELLS
Chartered Accountants
& Registered Auditors

PDQ ENGINEERING LIMITED

ABBREVIATED BALANCE SHEET

28 FEBRUARY 2005

	Note	2005 £	2004 £
FIXED ASSETS	1		
Tangible assets		661,513	863,257
Investments		<u>1</u>	<u>-</u>
		661,514	863,257
CURRENT ASSETS			
Stocks		15,030	15,436
Debtors		819,728	372,866
Cash at bank and in hand		<u>389</u>	<u>972</u>
		835,147	389,274
CREDITORS: Amounts falling due within one year		520,165	508,195
NET CURRENT ASSETS/(LIABILITIES)		314,982	(118,921)
TOTAL ASSETS LESS CURRENT LIABILITIES		976,496	744,336
CREDITORS: Amounts falling due after more than one year		562,600	72,478
PROVISIONS FOR LIABILITIES AND CHARGES		80,506	90,372
		333,390	581,486
CAPITAL AND RESERVES			
Called-up equity share capital	2	31,940	73,000
Share premium account		136,310	-
Revaluation reserve		-	68,980
Other reserves		92,750	38,000
Profit and loss account		<u>72,390</u>	<u>401,506</u>
SHAREHOLDERS' FUNDS		333,390	581,486

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 1 November 2005 and are signed on their behalf by:

P A JACKSON

[Signature of P A Jackson]

J JOHNSON

[Signature of J Johnson]

R J MELLETT

[Signature of R J Mellett]

[Signature]

The accounting policies and notes on pages 3 to 6 form part of these abbreviated accounts.

PDQ ENGINEERING LIMITED

ACCOUNTING POLICIES

YEAR ENDED 28 FEBRUARY 2005

Basis of accounting

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

Consolidation

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

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 & Machinery	- 12.5% reducing balance
Fixtures & Fittings	- 15% - 33% reducing balance
Motor Vehicles	- 25% reducing balance

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve.

Stocks

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

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.

PDQ ENGINEERING LIMITED

ACCOUNTING POLICIES *(continued)*

YEAR ENDED 28 FEBRUARY 2005

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.

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:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

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.

Deferred government grants

Deferred 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.

PDQ ENGINEERING LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 28 FEBRUARY 2005

1. FIXED ASSETS

	Tangible Assets £	Investments £	Total £
COST OR VALUATION			
At 1 March 2004	2,282,016	–	2,282,016
Additions	221,089	1	221,090
Disposals	(398,952)	–	(398,952)
At 28 February 2005	<u>2,104,153</u>	<u>1</u>	<u>2,104,154</u>
DEPRECIATION			
At 1 March 2004	1,418,759	–	1,418,759
Charge for year	76,012	–	76,012
Transfers	(52,131)	–	(52,131)
At 28 February 2005	<u>1,442,640</u>	<u>–</u>	<u>1,442,640</u>
NET BOOK VALUE			
At 28 February 2005	<u>661,513</u>	<u>1</u>	<u>661,514</u>
At 29 February 2004	<u>863,257</u>	<u>–</u>	<u>863,257</u>

The company owns 100% of the issued share capital of the company listed below,

	2005 £	2004 £
Aggregate capital and reserves		
PDQ Engineering (Property) Limited	17,611	–
Profit and (loss) for the year		
PDQ Engineering (Property) Limited	17,610	–

Under the provision of section 248 of the Companies Act 1985 the company is exempt from preparing consolidated accounts and has not done so, therefore the accounts show information about the company as an individual entity.

PDQ ENGINEERING LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 28 FEBRUARY 2005

2. SHARE CAPITAL

Authorised share capital:

	2005	2004
	£	£
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>

Allotted, called up and fully paid:

	2005		2004
	No	£	No
			£
Ordinary shares of £1 each	<u>31,940</u>	<u>31,940</u>	<u>73,000</u>
			<u>73,000</u>