

PENN COMMERCIALS LIMITED
COMPANY NUMBER 2097708

ABBREVIATED FINANCIAL STATEMENTS

31 MAY 1999



**AUDITORS' REPORT TO THE DIRECTORS OF
PENN COMMERCIALS LIMITED
PURSUANT TO SECTION 247b OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages 2 to 5 together with the financial statements of Penn Commercials Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 May 1999.

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 financial statements to be delivered are properly prepared in accordance with these 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 full statutory 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 and on the full statutory financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.



MAZARS NEVILLE RUSSELL
CHARTERED ACCOUNTANTS and
Registered Auditors

The Broadway
Dudley
West Midlands
DY1 4PY

8 February 2000

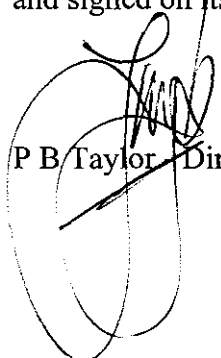
PENN COMMERCIALS LIMITED

ABBREVIATED BALANCE SHEET AT 31 MAY 1999

	Notes	1999 £	1998 £
FIXED ASSETS			
Tangible assets	2	<u>60,259</u>	<u>73,192</u>
CURRENT ASSETS			
Stocks and work in progress		24,829	33,093
Debtors	3	177,193	116,375
Cash at bank and in hand		<u>159,906</u>	<u>148,662</u>
		361,928	298,130
CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR		<u>(286,477)</u>	<u>(247,343)</u>
NET CURRENT ASSETS		<u>75,451</u>	<u>50,787</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		135,710	123,979
CREDITORS - AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	4	<u>(15,732)</u>	<u>(29,405)</u>
NET ASSETS		<u><u>119,978</u></u>	<u><u>94,574</u></u>
CAPITAL AND RESERVES			
Called up share capital	5	80	80
Capital redemption reserve		40	40
Profit and loss account		<u>119,858</u>	<u>94,454</u>
SHAREHOLDERS' FUNDS		<u><u>119,978</u></u>	<u><u>94,574</u></u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Board on 8 February 2000
and signed on its behalf


P B Taylor Director

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 1999**

1 ACCOUNTING POLICIES

Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards.

Turnover

Turnover represents the amounts invoiced, excluding value added tax, in respect of the sale of goods and services to customers.

Depreciation

Depreciation is calculated to write off the cost of fixed assets on a reducing balance basis over their estimated useful lives.

Stocks and work in progress

Stocks and work in progress are stated at lower of cost and net realisable value. Cost consists of material and direct labour costs.

Deferred taxation

Deferred tax is provided in respect of the tax effect of all timing differences, to the extent that a liability will crystallise in the foreseeable future.

Operating leases

Rental payable under operating leases are charged on a straight line basis over the term of the lease.

Pension costs

Contributions payable in respect of directors' pension arrangements are charged to the profit and loss account in the period to which they relate.

PENN COMMERCIALS LIMITED

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 1999**

2 TANGIBLE FIXED ASSETS

£

COST

At 1 June 1998	140,445
Additions	11,372
Disposals	(12,519)
	<u>139,298</u>
At 31 May 1999	<u>139,298</u>

ACCUMULATED DEPRECIATION

At 1 June 1998	67,253
Charge for the year	21,555
Eliminated on disposals	(9,769)
	<u>79,039</u>
At 31 May 1999	<u>79,039</u>

NET BOOK VALUES

At 31 May 1999	<u>60,259</u>
At 31 May 1998	<u>73,192</u>

3 DEBTORS

1999
£

1998
£

Amounts receivable in more than one year

-	-
<u>-</u>	<u>-</u>

**4 CREDITORS (AMOUNTS FALLING DUE
AFTER MORE THAN ONE YEAR)**

1999
£

1998
£

Amounts due under hire purchase contracts
repayable by instalments within five years

15,732	29,405
<u>15,732</u>	<u>29,405</u>

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 1999**

	1999 £	1998 £
5 SHARE CAPITAL		
Authorised:		
Ordinary shares of £1 each	<u>5,000</u>	<u>5,000</u>
Allotted, issued and fully paid:		
Ordinary shares of £1 each	<u>80</u>	<u>80</u>