

Company Number: 2554721

MECHTRONIC INDUSTRIES LIMITED

Abbreviated Financial Statements

for the year ended 30th September 2000



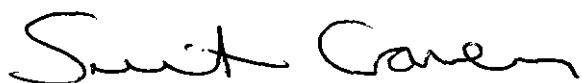
SMITH CRAVEN
CHARTERED ACCOUNTANTS **N**

Accountant's Report to the Directors

on the Unaudited Annual Accounts of MECHTRONIC INDUSTRIES LIMITED

The following reproduces the text of the report prepared in respect of the company's annual accounts, from which the abbreviated financial statements have been prepared:

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 30th September 2000, set out on pages 3 to 8, and you consider that the company is exempt from an audit and a report under section 249A(2) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records, information and explanations supplied to us.



Smith Craven
Reporting Accountants

Kelham House
Kelham Street
Doncaster
S. Yorkshire
DN1 3RE

27th July 2001

MECHTRONIC INDUSTRIES LIMITED

Abbreviated Balance Sheet

As At 30th September 2000

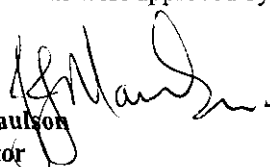
	Notes	2000 £	2000 £	1999 £	1999 £
Fixed Assets					
Tangible fixed assets	2		84,893		59,446
Current Assets					
Stock		11,396		6,835	
Debtors		33,112		32,465	
Cash at bank and in hand		20,594		15,278	
		65,102		54,578	
Creditors:					
Amounts falling due within one year	3	(103,394)		(91,754)	
Net Current (Liabilities)			(38,292)		(37,176)
Total Assets Less Current Liabilities			46,601		22,270
Creditors:					
Amounts falling due after more than one year	3		(28,294)		(7,973)
Provisions for Liabilities and Charges					
Deferred taxation			(2,845)		(2,845)
Deferred Income					
Government grants			(14,620)		(8,965)
			842		2,487
Capital and Reserves					
Share capital	4		100		100
Profit and loss account			742		2,387
			842		2,487

In the directors' opinion the company was entitled under section 249A(1) of the Companies Act 1985 to exemption from the audit of its accounts for the year ended 30th September 2000. No notice from members requiring an audit has been deposited under section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

The directors acknowledge their responsibilities for: ensuring that the company keeps accounting records which comply with section 221; and for preparing accounts which give a true and fair view of the state of the affairs of the company as at 30th September 2000 and of its loss for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

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

The accounts were approved by the board on 27th July 2001.


J J Mautson
Director

1 **Principal Accounting Policies**

Accounting Convention

The financial statements have been prepared in accordance with applicable Accounting Standards under the historical cost convention.

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

Going Concern

The financial statements have been prepared on a going concern basis. The director expects the company to remain a going concern given the continuing support of major trade creditors and the Company's Bankers.

Cash Flow Statement

In the opinion of the directors the company qualifies as a small company and accordingly a cash flow statement is not required.

Turnover

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

Depreciation

Depreciation is calculated to write down the cost, less estimated residual value, of all tangible fixed assets over their expected useful lives. The rates generally applicable are:

Plant and machinery	20% Reducing balance
Motor vehicles	25% Reducing balance
Furniture and equipment	15% Reducing balance

Government Grants

Government grants in respect of capital expenditure are credited to a deferred income account and are released to the profit and loss account by equal annual instalments over the expected useful lives of the relevant assets.

Government grants or assistance of a revenue nature are credited to the profit and loss account in the same period as the related expenditure.

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is computed on a first in first out basis. The cost of work in progress and finished goods includes all production overheads and depreciation and the attributable proportion of indirect overheads based on the normal level of activity. Net realisable value is based on estimated selling price less the estimated cost of disposal.

Deferred Taxation

Deferred tax is provided for under the liability method 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.

MECHTRONIC INDUSTRIES LIMITED

Notes to the Abbreviated Accounts

for the year ended 30th September 2000

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 represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease.

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.

2 Fixed Assets

	Tangible Fixed Assets £
Cost	
At 1st October 1999	103,886
Additions	46,673
At 30th September 2000	<u>150,559</u>
Depreciation and amortisation	
At 1st October 1999	44,440
Provided for in the year	21,226
At 30th September 2000	<u>65,666</u>
Net Book Value	
At 30th September 2000	<u>84,893</u>
At 30th September 1999	<u>59,446</u>

3 Creditors

The aggregate amount of secured creditors at the year end is £37,840 (1999: £10,053).

4 Share Capital

	2000 £	1999 £
Authorised		
1,000 Ordinary shares of £1 each (1999: 1,000)	1,000	1,000
	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
100 Ordinary shares of £1 each (1999: 100)	100	100
	<u>100</u>	<u>100</u>