REGISTERED NUMBER 02596921 (England and Wales)

REPORT OF THE DIRECTORS AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2011

FOR

TEPARAY PRECISION SHEET METAL LIMITED

TUESDAY

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for the year ended 31 December 2011

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TEPARAY PRECISION SHEET METAL LIMITED

COMPANY INFORMATION
for the year ended 31 December 2011

DIRECTORS:	Mr R D Belcher Mr T R W Belcher Mr Z Iqbal
SECRETARY	Mr T R W Belcher
REGISTERED OFFICE	1-5 Fowler Road Hainault Ilford Essex IG6 3UT
REGISTERED NUMBER	02596921 (England and Wales)
SENIOR STATUTORY AUDITOR.	Mr A H Moody
AUDITORS	Raffingers Stuart Chartered Certified Accountants Statutory Auditors 19-20 Bourne Court Southend Road Woodford Green Essex IG8 8HD

TEPARAY PRECISION SHEET METAL LIMITED (REGISTERED NUMBER 02596921)

REPORT OF THE DIRECTORS
for the year ended 31 December 2011

The directors present their report with the financial statements of the company for the year ended 31 December 2011

PRINCIPAL ACTIVITY
The principal activity of the company in the year under review was that of the production of precision sheet metal fabrications

DIRECTORS
The directors shown below have held office during the whole of the period from 1 January 2011 to the date of this report

Mr R D Belcher
Mr T R W Belcher
Mr Z Iqbal

STATEMENT OF DIRECTORS' RESPONSIBILITIES
The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006 They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS
So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information
This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies

ON BEHALF OF THE BOARD

Mr T R W Belcher - Secretary

23 July 2012

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF TEPARAY PRECISION SHEET METAL LIMITED

We have audited the financial statements of Teparay Precision Sheet Metal Limited for the year ended 31 December 2011 on pages four to nine The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities)

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed

Respective responsibilities of directors and auditors
As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland) Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors

Scope of the audit of the financial statements
An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report

Opinion on financial statements
In our opinion the financial statements
- give a true and fair view of the state of the company's affairs as at 31 December 2011 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006

Opinion on other matter prescribed by the Companies Act 2006
In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements

Matters on which we are required to report by exception
We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion
- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Report of the Directors

Mr A H Moody (Senior Statutory Auditor)
for and on behalf of Raffingers Stuart
Chartered Certified Accountants
Statutory Auditors
19-20 Bourne Court
Southend Road
Woodford Green
Essex
IG8 8HD

31 July 2012

PROFIT AND LOSS ACCOUNT
for the year ended 31 December 2011

	Notes	2011 £	2010 £
TURNOVER		7,346,640	5,274,543
Cost of sales		4,984,846	3,810,333
GROSS PROFIT		2,361,794	1,464,210
Administrative expenses		1,849,982	1,382,092
		511,812	82,118
Other operating income		268	22,130
OPERATING PROFIT	2	512,080	104,248
Interest receivable and similar income		-	5,018
		512,080	109,266
Amounts written off investments	3	21,000	-
		491,080	109,266
Interest payable and similar charges		31,761	40,001
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		459,319	69,265
Tax on profit on ordinary activities	4	3,917	(10,727)
PROFIT FOR THE FINANCIAL YEAR		455,402	79,992

The notes form part of these financial statements

LEPARAY PRECISION SHEET METAL LIMITED (REGISTERED NUMBER 02596921)

BALANCE SHEET
31 December 2011

	Notes	2011 £	£	2010 £	£
FIXED ASSETS					
Tangible assets	6		1,339,432		1,432,135
CURRENT ASSETS					
Stocks		531,922		294,740	
Debtors	7	1,101,995		1,138,994	
Cash at bank and in hand		5,989		808	
		1,639,906		1,434,542	
CREDITORS					
Amounts falling due within one year	8	1,517,038		1,480,936	
NET CURRENT ASSETS/(LIABILITIES)			122,868		(46,394)
TOTAL ASSETS LESS CURRENT LIABILITIES			1,462,300		1,385,741
CREDITORS					
Amounts falling due after more than one year	9		(185,842)		(450,720)
PROVISIONS FOR LIABILITIES	12		(234,015)		(221,980)
NET ASSETS			1,042,443		713,041
CAPITAL AND RESERVES					
Called up share capital	13		745		745
Profit and loss account	14		1,041,698		712,296
SHAREHOLDERS' FUNDS			1,042,443		713,041

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved by the Board of Directors on 23 July 2012 and were signed on its behalf by

Mr R D Belcher - Director

Mr T R W Belcher - Director

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2011

1 ACCOUNTING POLICIES

Accounting convention
The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Turnover
Turnover represents net invoiced sales of goods, excluding value added tax

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter

Plant and machinery	-	10% on reducing balance
Fixtures and fittings	-	25% on reducing balance
Motor vehicles	-	25% on reducing balance

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

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads

Deferred tax
Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

Research and development
Expenditure on research and development is written off in the year in which it is incurred

Hire purchase and leasing commitments
Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet Those held under hire purchase contracts are depreciated over their estimated useful lives Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter

The interest element of these obligations is charged to the profit and loss account over the relevant period The capital element of the future payments is treated as a liability

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease

Pension costs and other post-retirement benefits
The company operates a defined contribution pension scheme Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate

2 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

	2011	2010
	£	£
Depreciation - owned assets	123,110	118,421
Depreciation - assets on hire purchase contracts	43,260	52,021
Profit on disposal of fixed assets	(5,761)	-
Auditors' remuneration	9,000	-
Pension costs	12,000	12,312
Directors' remuneration and other benefits etc	89,201	22,029

The number of directors to whom retirement benefits were accruing was as follows

Money purchase schemes	2	2

3 AMOUNTS WRITTEN OFF INVESTMENTS

	2011	2010
	£	£
Amounts written off for investments	21,000	-

continued

4 TAXATION

Analysis of the tax charge/(credit)
The tax charge/(credit) on the profit on ordinary activities for the year was as follows

	2011 £	2010 £
Current tax		
UK corporation tax	11,903	-
Underprovision in previous year	-	1,001
Total current tax	11,903	1,001
Origination and reversal of timing differences	(7,986)	(11,728)
Tax on profit on ordinary activities	3,917	(10,727)

5 DIVIDENDS

	2011 £	2010 £
"B" Ordinary shares of £1 each		
Interim	126,000	178,656

6 TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 January 2011	3,071,165	165,178	80,329	3,316,672
Additions	69,721	11,480	2,200	83,401
Disposals	-	-	(37,808)	(37,808)
At 31 December 2011	3,140,886	176,658	44,721	3,362,265
DEPRECIATION				
At 1 January 2011	1,689,948	140,459	54,130	1,884,537
Charge for year	152,305	9,398	4,667	166,370
Eliminated on disposal	-	-	(28,074)	(28,074)
At 31 December 2011	1,842,253	149,857	30,723	2,022,833
NET BOOK VALUE				
At 31 December 2011	1,298,633	26,801	13,998	1,339,432
At 31 December 2010	1,381,217	24,719	26,199	1,432,135

Fixed assets, included in the above, which are held under hire purchase contracts are as follows

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 January 2011	591,245	69,829	661,074
Disposals	-	(27,308)	(27,308)
At 31 December 2011	591,245	42,521	633,766
DEPRECIATION			
At 1 January 2011	199,814	44,243	244,057
Charge for year	39,143	4,117	43,260
Eliminated on disposal	-	(18,188)	(18,188)
At 31 December 2011	238,957	30,172	269,129
NET BOOK VALUE			
At 31 December 2011	352,288	12,349	364,637
At 31 December 2010	391,431	25,586	417,017

continued

7 DEBTORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	2011	2010
	£	£
Trade debtors	843,427	807,618
Amounts owed by group undertakings	182,842	144,201
Other debtors	75,726	187,175
	1,101,995	1,138,994

8 CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	2011	2010
	£	£
Bank loans and overdrafts	46,750	59,870
Hire purchase contracts	38,114	58,650
Trade creditors	897,769	773,675
Taxation and social security	161,328	123,853
Other creditors	373,077	464,888
	1,517,038	1,480,936

9 CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2011	2010
	£	£
Bank loans	-	46,750
Hire purchase contracts	23,078	61,192
Other creditors	162,764	342,778
	185,842	450,720

10 OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year

	2011	2010
	£	£
Expiring		
Between one and five years	307,649	307,649

11 SECURED DEBTS

The following secured debts are included within creditors

	2011	2010
	£	£
Bank loans	46,750	97,750
Hire purchase contracts	61,192	119,842
	107,942	217,592

12 PROVISIONS FOR LIABILITIES

	2011	2010
	£	£
Deferred tax		
Accelerated capital allowances	209,407	217,393
Warranties	24,608	4,587
	234,015	221,980

continued

12 PROVISIONS FOR LIABILITIES - continued

	Deferred tax £	Warranties £
Balance at 1 January 2011	217,393	4,587
Deferred tax credit for year in profit and loss account	(7,986)	-
Warranties provision used in the year	-	24,608
Warranties provision reversed in the year	-	(4,587)
Balance at 31 December 2011	209,407	24,608

13 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid

Number	Class	Nominal value	2011 £	2010 £
70	"A" Ordinary	£1	70	70
675	"B" Ordinary	£1	675	675
			745	745

14 RESERVES

	Profit and loss account £
At 1 January 2011	712,296
Profit for the year	455,402
Dividends	(126,000)
At 31 December 2011	1,041,698

15 RELATED PARTY DISCLOSURES

The company was controlled throughout the current and previous year by the directors, Mr R D Belcher and Mr T R W Belcher, by virtue of their ownership of the entire issued share capital

The company paid dividends to the directors and their wives during the year totalling £126,000 (2010 - £178,656)

At the balance sheet date, the company was owed £182,842 by Cash Dynamics Limited (2010 - £144,201), a company in which Mr R D Belcher and Mr T R W Belcher are directors

During the year the company sold goods to the value of £1,133,552 to Cash Dynamic Limited and purchased goods to the value of £35,629 from Cash Dynamics Limited

At the previous balance sheet date the company owed the directors £31,760