

Lodestar Engineers Limited
Registration Number 2778021

Johnson Street

Sheffield

S3 8GU

Abbreviated Accounts
for the year ended 31 March 2002



M A R R I O T T G I B B S
A D D E D V A L U E B U S I N E S S A D V I S O R S

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**Independent auditors' report to Lodestar Engineers Limited
under 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 Lodestar Engineers Limited for the year ended 31 March 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing 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 to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985 in respect of the year ended 31 March 2002, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

Marriott Gibbs

**Marriott Gibbs
Chartered Certified Accountants and
Registered Auditors
Hutton's Buildings
146 West Street
Sheffield
S1 4ES**

12 July 2002

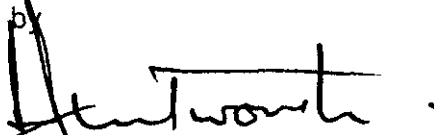
Lodestar Engineers Limited

**Abbreviated balance sheet
as at 31 March 2002**

	Notes	2002		2001	
		£	£	£	£
Fixed assets					
Tangible assets	2		2,057,187		1,481,003
Current assets					
Stocks		22,423		23,818	
Debtors		529,161		566,158	
Cash at bank and in hand		307		270	
		<u>551,891</u>		<u>590,246</u>	
Creditors: amounts falling due within one year	3	<u>(1,162,497)</u>		<u>(1,156,146)</u>	
Net current liabilities			<u>(610,606)</u>		<u>(565,900)</u>
Total assets less current liabilities			1,446,581		915,103
Creditors: amounts falling due after more than one year	4		(678,240)		(295,714)
Accruals and deferred income			<u>(122,550)</u>		<u>-</u>
Net assets			<u>645,791</u>		<u>619,389</u>
Capital and reserves					
Called up share capital	5		200,000		200,000
Other reserves			51,000		51,000
Profit and loss account			394,791		368,389
Shareholders' funds			<u>645,791</u>		<u>619,389</u>

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

The abbreviated accounts were approved by the Board on 12 July 2002 and signed on its behalf

by 

S J Whitworth
Director

The notes on pages 3 to 5 form an integral part of these financial statements.

Lodestar Engineers Limited

Notes to the abbreviated financial statements for the year ended 31 March 2002

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Leasehold properties	-	Straight line over the life of the lease
Plant and machinery	-	7.5% Straight line
Fixtures, fittings and equipment	-	20% Straight line
Motor vehicles	-	25% Straight line

1.4. Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5. Stock and work in progress

Work in progress is valued at the lower of cost and net realisable value.

1.6. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

1.7. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

Lodestar Engineers Limited

Notes to the abbreviated financial statements for the year ended 31 March 2002

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1.8. Government grants

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

2. Fixed assets	Intangible assets £	Tangible fixed assets £	Total £
Cost			
At 1 April 2001	30,000	2,081,844	2,111,844
Additions	-	823,934	823,934
Disposals	-	(74,988)	(74,988)
At 31 March 2002	30,000	2,830,790	2,860,790
Depreciation			
Provision for diminution in value			
At 1 April 2001	30,000	600,841	630,841
On disposals	-	(11,248)	(11,248)
Charge for year	-	184,010	184,010
At 31 March 2002	30,000	773,603	803,603
Net book values			
At 31 March 2002	-	2,057,187	2,057,187
At 31 March 2001	-	1,481,003	1,481,003

The intangible asset represents purchased goodwill that arose following the formation of the company. In line with the opinion of the directors this goodwill was amortised over a five year period, which was their estimate of the period over which the benefits were expected to arise.

3. Creditors: amounts falling due within one year	2002 £	2001 £
Creditors include the following:		
Secured creditors	848,535	836,787

Lodestar Engineers Limited

**Notes to the abbreviated financial statements
for the year ended 31 March 2002**

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4. Creditors: amounts falling due after more than one year	2002	2001
	£	£
Include the following:		
Secured creditors	<u>678,240</u>	<u>295,714</u>
5. Share capital	2002	2001
	£	£
Authorised		
500,000 Ordinary shares of £1 each	<u>500,000</u>	<u>500,000</u>
Allotted, called up and fully paid		
200,000 Ordinary shares of £1 each	<u>200,000</u>	<u>200,000</u>