

FALCON PRECISION LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST MAY 2000



Rothman Pantall & Co

CHARTERED ACCOUNTANTS

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AUDITORS' REPORT TO FALCON PRECISION LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4 together with the accounts of Falcon Precision Limited for the year ended 31st May 2000 prepared under section 226 of the Companies Act 1985.

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 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 procedures we considered necessary to confirm, by reference to the accounts, 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 accounts.

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, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.



Rothman Pantall & Co
Chartered Accountants and Registered Auditors
12th December 2000

Chartered Accountants: M R Wells • J A Partner • B M Lynch • S B Ryman • J L Shaw • A W Bennett
J D Storer • S J Elliott • M P Osborne • G J B Curlew • P J Davison • R D L Shawan • A C L Lee
A J Payne • B R Blake • C H Cable • S A Sullivan • B M Whiting • C S Cox • R Davis • A J Penham • D M Smyth
Chartered Accountant: N H O'Reilly • *Others:* G J Hindley • J A H Ayris

Weybury • Braintree • Bath • Buxton • Chesham • Havant • London • Park Gate • Poole • Portsmouth • Ringwood • Salisbury • Southampton • Seven • Winchester Page: 1

Registered to carry on audit work and authorised to carry on investment business
by The Institute of Chartered Accountants in England and Wales.

FALCON PRECISION LIMITED

ABBREVIATED BALANCE SHEET

AS AT 31ST MAY 2000

	Notes	£	2000 £
Fixed assets	2		
Intangible fixed assets			46,800
Tangible fixed assets			205,569
			<u>252,369</u>
Current assets			
Stock		21,330	
Debtors		136,401	
Cash at bank and in hand		136,541	
		<u>294,272</u>	
Creditors: amounts falling due within one year	3	<u>(350,905)</u>	
Net current liabilities			<u>(56,633)</u>
Total assets less current liabilities			<u>195,736</u>
Creditors: amounts falling due after more than one year	3		<u>(74,453)</u>
			<u>121,283</u>
Capital and reserves			
Share capital	4		1,000
Share premium account			9,900
Profit and loss account			110,383
Shareholders' funds			<u>121,283</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.

These abbreviated accounts were approved by the board on

and signed on its behalf.



Mr David Joyce
Director

FALCON PRECISION LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST MAY 2000

1 Accounting policies

Basis of accounting

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

The company has taken advantage of the exemptions in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

Turnover

Turnover comprises the value of sales excluding value added tax and trade discounts.

Tangible fixed assets and depreciation

Depreciation has been provided at the following rates in order to write down the cost or valuation, less estimated residual value, of all tangible fixed assets, with the exception of freehold land, by equal annual instalments by reducing balance method over their expected useful lives:

Plant and machinery	25%
Motor vehicles	25%
Furniture and equipment	25%

Goodwill

Goodwill has been capitalised and is amortised on a straight line basis over the estimated useful life of the asset of 10 years.

Stocks

Stocks are stated at the lower of cost and net realisable value.

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 crystallise.

Hire purchase and leased assets

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet at their fair value 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.

FALCON PRECISION LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST MAY 2000

2 Fixed assets

	Intangible fixed assets £	Tangible fixed assets £	Total £
Cost			
Additions	52,000	358,854	410,854
Disposals	-	(113,872)	(113,872)
At 31st May 2000	52,000	244,982	296,982
Depreciation and amortisation			
Charge for the year	5,200	39,413	44,613
At 31st May 2000	5,200	39,413	44,613
Net book value At 31st May 2000	46,800	205,569	252,369

Assets held under finance leases and hire purchase originally cost £145,860 (1999: nil) and have a net book value of £126,196 (1999: £nil). Depreciation charged for the year was £19,664 (1999: £nil)

3 Secured creditors

Secured creditors include obligations under hire purchase and finance leases of £102,777 (1999:£nil).

4 Share capital

Authorised

900 Ordinary class A shares of £1.00 each

100 Ordinary class B shares of £1.00 each

2000
£

900

100

1,000

Allotted

900 Allotted, called up and fully paid ordinary class A shares of £1.00 each

100 Allotted, called up and fully paid ordinary class B shares of £1.00 each

900

100

1,000

5 Transactions with directors

Certain assets and liabilities were transferred into the company from Mr D B Joyce and Mr D A Ogden's partnership on 1 June 1999.