COMPANY REGISTRATION NUMBER 4256821

MEGAN APPLIANCES LIMITED

ABBREVIATED ACCOUNTS

FOR

30 JUNE 2004



MEGAN APPLIANCES LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 30 JUNE 2004

CONTENTS PAGES

Abbreviated balance sheet	1 to 2
Notes to the abbreviated accounts	3 to 5

MEGAN APPLIANCES LIMITED

ABBREVIATED BALANCE SHEET

30 JUNE 2004

	Note	2004 £	£	2003 £	£
FIXED ASSETS	2				
Tangible assets			**23,066**		2,754
CURRENT ASSETS					
Stocks		**47,504**		46,156	
Debtors		**54,382**		47,478	
Cash at bank and in hand		**10,443**		9,766	
		112,329		103,400	
CREDITORS: Amounts falling due within one year		**115,352**		99,544	
NET CURRENT (LIABILITIES)/ASSETS			**(3,023)**		3,856
TOTAL ASSETS LESS CURRENT LIABILITIES			**20,043**		6,610
CREDITORS: Amounts falling due after more than one year			**4,724**		-
PROVISIONS FOR LIABILITIES AND CHARGES			**1,433**		306
			13,886		6,304

The Balance sheet continues on the following page.

The notes on pages 3 to 5 form part of these abbreviated accounts.

MEGAN APPLIANCES LIMITED

ABBREVIATED BALANCE SHEET *(continued)*

30 JUNE 2004

	Note	2004 £	2003 £
CAPITAL AND RESERVES			
Called-up share capital	3	5	4
Profit and loss account		13,881	6,300
SHAREHOLDERS' FUNDS		13,886	6,304

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

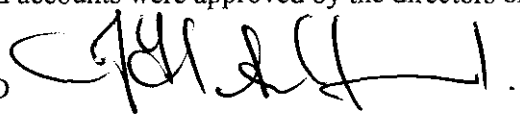
The directors acknowledge their responsibilities for:

(i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and

(ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors on 31 August 2004 and are signed on their behalf by:

MR J. ASHFORD 

The notes on pages 3 to 5 form part of these abbreviated accounts.

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant & Machinery	-	20% on cost
Fixtures & Fittings	-	20% on cost
Motor Vehicles	-	25% on cost
Computer Equipment	-	33 1/3% on cost

Stocks

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

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

1. ACCOUNTING POLICIES *(continued)*

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

2. FIXED ASSETS

	Tangible Assets £
COST	
At 1 July 2003	**4,505**
Additions	**24,577**
At 30 June 2004	**29,082**
DEPRECIATION	
At 1 July 2003	**1,751**
Charge for year	**4,265**
At 30 June 2004	**6,016**
NET BOOK VALUE	
At 30 June 2004	**23,066**
At 30 June 2003	2,754

3. SHARE CAPITAL

Authorised share capital:

	2004	2003
	£	£
99,997 Ordinary shares of £1 each	**99,997**	100,000
1 Preference Class A shares of £1 each	**1**	1
1 Preference Class B shares of £1 each	**1**	1
1 Preference Class C shares of £1 each	**1**	1
	100,000	100,003

Allotted and called up:

	2004		2003	
	No	£	No	£
Ordinary shares of £1 each	**2**	**2**	1	1
Preference Class A shares of £1 each	**1**	**1**	1	1
Preference Class B shares of £1 each	**1**	**1**	1	1
Preference Class C shares of £1 each	**1**	**1**	1	1
	5	**5**	4	4

The amounts of paid-up share capital for the following category of shares differed from the called-up share capital stated above due to unpaid calls and were as follows:

	2004	2003
	£	£
Ordinary shares	**1**	3