

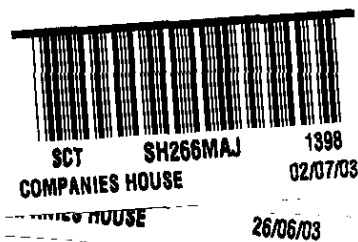
MACHINE TOOL ENGINEERS (E.K.) LIMITED

ABBREVIATED ACCOUNTS

30TH SEPTEMBER 2002

COMPANY REG NO. 49939⁸⁸

=====
**RAEBURN, ALLISON & COMPANY
CHARTERED ACCOUNTANTS
13/15 STRATHMORE HOUSE
TOWN CENTRE
EAST KILBRIDE G74 1LF**
=====



MACHINE TOOL ENGINEERS (E.K.) LIMITED

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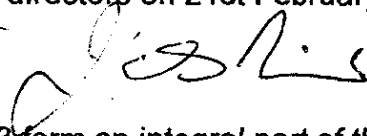
**ABBREVIATED BALANCE SHEET
AS AT 30TH SEPTEMBER 2002**

	Notes	2002	2001
FIXED ASSET			
Tangible Assets	3&1 (b)	1071870	554724
ASSETS			
Stocks and work-in-progress		171632	196623
Debtors		442542	163041
Cash at bank and on hand		75212	47567
		<u>689386</u>	<u>407231</u>
CREDITORS: amounts falling due			
Within one year	2	<u>617233</u>	<u>501592</u>
NET CURRENT LIABILITIES		72153	(94361)
TOTAL ASSETS less CURRENT LIABILITIES		1144023	460363
CREDITORS: amounts falling due after			
more than one year			
Hire purchase		379299	42049
PROVISION FOR LIABILITIES AND CHARGES		61201	-
NET ASSETS		<u>£703523</u> =====	<u>£418314</u> =====
CAPITAL AND RESERVES			
Called up share capital	2	32000	32000
Capital redemption reserve		8000	8000
Profit and loss account		663523	378314
		<u>£703523</u> =====	<u>£418314</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.

Approved by the board of directors on 21st February 2003, and signed on their behalf by:

JAMES MUIR (Director)



The notes on pages 2 & 3 form an integral part of these accounts.

**NOTES TO THE ABBREVIATED ACCOUNTS
AT 30TH SEPTEMBER 2002**

1.ACCOUNTING POLICIES

- (a) The accounts are prepared under the historical cost convention and the Financial Reporting Standard for Smaller Entities effective June 2002.
- (b) Depreciation is provided on all tangible assets, other than property, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Buildings	- 2% on cost
Plant	- 15% on the reducing balance
Motor vehicles	- 25% on the reducing balance
- (c) Government grants on capital expenditure are credited to a deferral account and are released to revenue over the period grant conditions have to be maintained.
- (d) Stocks have been valued at the lower cost and net realisable value. Work-in-progress has been valued at cost plus attributable overheads.
- (e) Leasing and hire purchase commitments:-

Assets obtained under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals under operating leases are charged to income as incurred.
- (f) Provision is made at appropriate rates for taxation deferred in respect of all material unreversed timing differences arising between accounting and taxable profits. No provision is made for taxation on permanent differences.
- (g) Turnover represents invoiced sales, excluding value added tax, after adjusting for work-in-progress.
- (h) The company operates defined contribution pension schemes. The assets of the schemes are held separately from those of the company in independent administered funds. The pension cost charge represents contributions payable by the company to the funds.

2.SHARE CAPITAL

	Authorised		Allotted, called up and fully paid	
	2002	2001	2002	2001
Ordinary shares of £1 each	100000	100000	32000	32000

Buildings	Plant
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As at 1.10.01

$$\begin{array}{r} - 1073679 \\ 687287 61914 \\ \hline - (90867) \\ \hline 687287 1044726 \end{array}$$

As at 1.10.01

-	518955
106000	98261
-	(63073)
<u>106000</u>	<u>554143</u>

Provided during year

-	(63073)
<u>106000</u>	<u>554143</u>

Net book value at 30.9.02

£ 581287 £ 490583

Net book value at 30.9.01

£ - £ 554724

4. Included in liabilities is a bank loan totalling £476754 which is secured over the company's property and bond and floating charge.

AUDITOR'S REPORT

AUDITOR'S REPORT TO THE MEMBERS OF MACHINE TOOL ENGINEERS (E.K.) LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 1 to 3 together with the accounts of the company for the year ended 30th September 2002 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

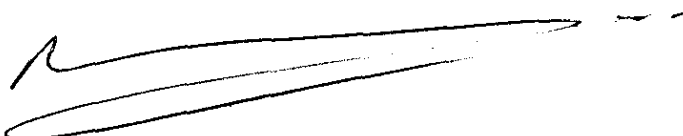
As described on page 1 the company's directors are responsible for the preparation of the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared 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 the procedures we consider 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 section 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 1 to 3 are properly prepared in accordance with the provisions.



**RAEBURN, ALLISON & COMPANY
CHARTERED ACCOUNTANTS AND
REGISTERED AUDITORS**

**25TH FEBRUARY 2003
13/15 STRATHMORE HOUSE
EAST KILBRIDE, G74 1LF**