

N U B ENGINEERING LIMITED

**ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31 2000**



REPORT OF THE AUDITORS

to the **DIRECTORS** of **N U B ENGINEERING LIMITED**

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5 together with the financial statements of NUB Engineering Limited prepared under section 226 of the Companies Act for the year ended 31 March 2000.

Respective responsibilities of directors and auditors

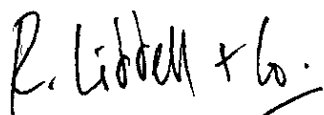
The directors are responsible for preparing the abbreviated accounts in accordance with sections 246(5) and (6) of the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated accounts prepared in accordance with those sections and whether the abbreviated accounts have been 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 audited financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled under sections 247 and 247A of the Companies Act 1985 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 2000, and that the abbreviated accounts on pages 2 to 5 have been properly prepared in accordance with those provisions..



R. LIDDELL & CO.
Registered auditors

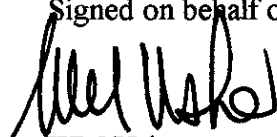
15 November 2000

N U B ENGINEERING LIMITED
ABBREVIATED BALANCE SHEET AT MARCH 31 2000

	Notes	2000 £	1999 £
FIXED ASSETS:			
Tangible assets	2	167,558	214,995
		-----	-----
CURRENT ASSETS:			
Stocks		118,644	146,664
Debtors		403,978	196,542
Cash at bank and in hand		66,693	99,618
		-----	-----
		589,315	442,824
CREDITORS: amounts falling due within one year	3	416,559	246,284
		-----	-----
NET CURRENT ASSETS		172,756	196,540
		-----	-----
TOTAL ASSETS LESS CURRENT LIABILITIES		340,314	411,535
CREDITORS: amounts falling due after more than one year	4	(82,676)	(42,725)
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred taxation		(6,990)	(7,880)
		-----	-----
		250,648	360,930
		=====	=====
CAPITAL AND RESERVES:			
Called up share capital	5	3,417	5,000
Revaluation reserve account		48,825	48,825
Capital redemption reserve		1,583	-
Profit and loss account		196,823	307,105
		-----	-----
SHAREHOLDERS' FUNDS		250,648	360,930
		=====	=====

These financial statements have been prepared in accordance with the special provisions for small companies under part VII of the Companies Act 1985.

Signed on behalf of the Board of Directors



WM Usher
15 November 2000

B Bell



N U B ENGINEERING LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED MARCH 31 2000****1. ACCOUNTING POLICIES****Accounting convention**

The accounts are prepared under the historical cost convention, modified to include the revaluation of certain fixed assets

Cash flow statement

The company has taken advantage of the exemption in Financial Reporting Statement No. 1 from producing a cash flow statement on the grounds that it is a small company.

Depreciation

Depreciation is calculated as follows:

Heritable property	2%
Plant & equipment	20%
Motor vehicles	25%
Fixtures, fittings & equipment	14%

Stocks

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

Deferred taxation

Provision is made for deferred taxation, using the liability method, on short term timing differences and all other material timing differences which are not expected to continue in the future.

Leases

Assets obtained under finance leases and hire purchase contracts are capitalised at their fair value on the inception of the leases and depreciated over their estimated useful lives. The finance charges are allocated over the period of the lease rentals in proportion to the capital element outstanding.

Operating lease rentals are charged to income in equal amounts over the lease term.

Pensions

The company operates a defined contribution pension scheme for its directors. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

N U B ENGINEERING LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS AT MARCH 31 2000****2. TANGIBLE FIXED ASSETS**

	Heritable property £	Plant and equipment £	Motor vehicles £	Fixtures fittings and patents £	Total £
Cost:					
At April 1 1999	105,000	153,830	107,630	12,792	379,252
Additions	-	3,379	9,395	-	12,774
Disposals	-	-	(38,892)	-	(38,892)
	-----	-----	-----	-----	-----
At March 31 2000	105,000	157,209	78,133	12,792	353,134
	-----	-----	-----	-----	-----
Depreciation:					
At April 1 1999	3,675	124,238	25,271	11,073	164,257
Charge for year	2,100	11,757	18,613	-	32,470
Disposals	-	-	(11,151)	-	(11,151)
	-----	-----	-----	-----	-----
At March 31 2000	5,775	135,995	32,733	11,073	185,576
	-----	-----	-----	-----	-----
Net book value:					
At March 31 2000	99,225	21,214	45,400	1,719	167,558
	=====	=====	=====	=====	=====
At March 31 1999	101,325	29,592	82,359	1,719	214,995
	=====	=====	=====	=====	=====

3. CREDITORS – amounts falling due within one year

	2000 £	1999 £
Creditors: amounts falling due within one year includes:		
Bank loan	24,442	1,044
Obligations under finance leases and HP contracts	20,901	29,775
	=====	=====

Obligations under finance leases and hire purchase contracts are secured by the assets to which they relate.

The bank loan is secured by a standard security over the heritable property of the company and a bond and floating charge over its whole property.

The bank loan is repayable in monthly instalments and bears interest at 2.25% over base rate, the last payment being due in March 2005.

N U B ENGINEERING LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS AT MARCH 31 2000**

(continued)

4. CREDITORS – amounts falling due after more than one year

	2000	1999
	£	£
Creditors: amounts falling due after more than one year include:		
Bank loan	75,558	-
Obligations under finance leases and hire purchase contracts	7,118	42,725
	<u>75,558</u>	<u>42,725</u>

5. SHARE CAPITAL

	2000	1999
	£	£
Authorised		
10,000 ordinary shares of £1 each	10,000	10,000
	<u>10,000</u>	<u>10,000</u>

Movement in called up share capital

	Ordinary shares £
At 1 April 1999	5,000
Repurchase of shares	(1,583)
	<u>3,417</u>
At 31 March 2000	<u>3,417</u>

On 31 March 2000 the Company repurchased and subsequently cancelled 1583 Ordinary Shares, representing 31.66% of the called up share capital at a price of £68.22 per share. The total cost of the repurchase, including expenses, was £111,112 and is charged against the profit and loss account reserve.