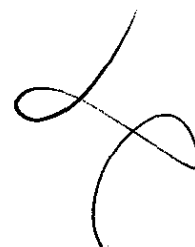


Power Transmission Equipment Limited
Abbreviated Financial Statements
For the year ended 28th February 2001

Company Number – 192574

R.V.L. Book-Keeping
39A Oldmeldrum Road
Bucksburn
Aberdeen
AB21 9AE



Power Transmission Equipment Limited
Index to the Abbreviated Financial Statements
For the year ended 28th February 2001

Page No.

1. Directors Report
2. Accountants Report
3. Abbreviated Balance Sheet
- 4 – 5 Notes to the Abbreviated Financial Statements

Power Transmission Equipment Limited
Director's Report for year ending 28th February 2001

The director presents herewith his annual report together with the financial statements of the company for the year ending 28th February 2001.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the company and of the profit or loss of the company for that period. In preparing those financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently:
- make judgements and estimates that are reasonable and prudent:
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements:
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

RESULTS AND DIVIDENDS	<u>2000</u>	<u>2001</u>
The profit for the year after taxation was	13122	21657
Dividends paid during the year were	5400	17100

REVIEW OF THE BUSINESS

The company's principal activity during the year was electrical and mechanical engineering supply

DIRECTOR AND HIS INTERESTS

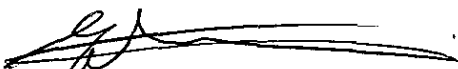
The director of the company during the year and his interest in the share capital of the company at the beginning and end of the year was as follows:

<u>Ordinary £1 shares</u>	<u>Number of Shares</u>
Eric Inch	2500

FIXED ASSETS

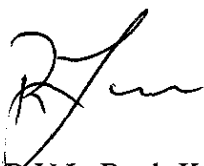
The movements in fixed assets during the period are set out in note 2 to the accounts

By Order Of the Board


Director

Power Transmission Equipment Limited
Accountant's Report to the Shareholders
For the year ending 28th February 2001

As described on page 1, the company director is responsible for the preparation of the financial statements, and he believes that the company is exempt from an audit. In accordance with his instructions and in order to assist the director to fulfil his responsibility, without performing an audit, we have prepared the financial statements on pages 3 to 5 from the records, information and explanations supplied to us, certifying them to be in accordance therewith.



R.V.L. Book-Keeping
39A Oldmeldrum Road
Bucksburn
Aberdeen
AB21 9AE

Date:

15.08.2001

Power Transmission Equipment Limited
Abbreviated Balance Sheet as at 28th February 2001

	Notes	2001		2000	
		£	£	£	£
FIXED ASSETS	2				
Tangible Assets			9920		13233
CURRENT ASSETS	3				
Debtors		139614		32865	
Cash at bank and in hand		<u>42117</u>		<u>15214</u>	
		181731		48079	
CREDITORS – amounts falling					
Due within one year		164994		44492	
Nett Current Assets			<u>16737</u>		<u>3587</u>
Total Assets less Current Liabilities			<u>26657</u>		<u>16820</u>
Long Term Creditors			<u>NIL</u>		<u>4098</u>
Nett Assets			<u>26657</u>		<u>12722</u>
CAPITAL & RESERVES	4				
Called Up Share Capital		5000		5000	
Profit & Loss Account		21657		7722	
			<u>26657</u>		<u>12722</u>

The Director:

- Confirms that for the year ended 28th February 2001 the company was entitled to exemption under section 249A(1) of the Companies Act 1985.
- Members have not required the company to obtain an audit in accordance with section 249B(2) of the Companies Act 1985.
- The director acknowledges his responsibility for:
 - ensuring the company keeps accounting records which comply with section 221; and
 - preparing accounts 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 Companies Act relating to accounts, so far as applicable to the company.
- The accounts have been prepared in accordance with the special provisions in Part V11 of the Companies Act 1985 relating to small companies.

Director



Date

16/08/01

Power Transmission Equipment Limited

Notes to the Abbreviated Financial Statements as at 28th February 2001

1 ACCOUNTING POLICIES

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Depreciation

Provision is made for depreciation on all tangible assets on the reducing balance method at the following rates:-

Plant and Equipment - 25% per annum

Vehicles - £3000 maximum allowance

1.3 Deferred taxation

No provision has been made for deferred taxation as no liability is expected within the foreseeable future.

2. TANGIBLE FIXED ASSETS

Per Attached Schedule

POWER TRANSMISSION EQUIPMENT LIMITED
FIXED ASSETS AS AT 28TH FEBRUARY 2001

DETAILS	AT COST	ADDED	SOLD	GAIN/ LOSS	DEPRC PREV YRS	DEPRC FOR YEAR	WDBV C/FWD
L/R DISCOVERY N12 PTE	15295	0	0	0	3000	3000	9295
PLANT & EQUIPMENT	1250	0	0	0	312	313	625
TOTALS	16545	0	0	0	3312	3313	9920

Power Transmission Equipment Limited
Notes to the Abbreviated Financial Statements as at 28th February 2001

3.	DEBTORS	<u>2001</u>	<u>2000</u>
		£	£
	Trade Debtors	139614	32865

4. SHARE CAPITAL

	<u>AUTHORISED</u>	<u>ALLOTTED ISSUED & FULLY PAID</u>	<u>AUTHORISED</u>	<u>ALLOTTED ISSUED & FULLY PAID</u>
	<u>2001</u>		<u>2000</u>	
Ordinary Shares of £1 each	<u>5000</u>	<u>5000</u>	<u>5000</u>	<u>5000</u>

POWER TRANSMISSION EQUIPMENT LIMITED
PROFIT & LOSS ACCOUNT FOR
YEAR ENDING 28TH FEBRUARY 2001

	<u>2001</u>	<u>2000</u>
<u>SALES</u>		
Turnover	437607	165894
	437607	165894
<u>PURCHASES</u>		
Cost of Sales	330865	105452
	330865	105452
<u>DIRECT EXPENSES</u>		
Wages	3470	3080
	3470	3080
Gross Profit	<u>103272</u>	<u>57362</u>
<u>OVERHEADS</u>		
Directors Remuneration	21741	17369
Employers National Insurance	3805	1591
Rent & Rates	7189	7468
Telephone / Fax	2652	1858
Heat & Light	697	312
Repairs / Maintenance	2579	683
Insurance	1533	1310
Pension Payments	8000	0
Postage / Stationery / Advertising	3666	1127
Motor Costs / Mileage Payments	6754	4821
Travel / Entertaining	372	382
Sundry Costs	1151	400
Accountancy Fees	850	750
Professional Fees	0	2298
Bank Charges	150	100
H.P. Interest	543	543
Depreciation	3313	3312
	64995	44324
Operating Profit	<u>38277</u>	<u>13038</u>
Interest Received	313	6
Enterprise Grant	0	4000
	<u>38590</u>	<u>17044</u>
Tax on Ordinary Activities	<u>7555</u>	<u>3922</u>
Operating Profit after Taxation	<u>31035</u>	<u>13122</u>
Dividends	17100	5400
Retained (loss) Profit for Financial Year	<u>13935</u>	<u>7722</u>
Retained Profit Brought Forward	<u>7722</u>	<u>0</u>
Retained Profit Carried Forward	<u>21657</u>	<u>7722</u>

POWER TRANSMISSION EQUIPMENT LIMITED
BALANCE SHEET
AS AT 28TH FEBRUARY 2001

	<u>2001</u>	<u>2000</u>
<u>FIXED ASSETS</u>		
Per attached schedule	9920	13233
<u>CURRENT ASSETS</u>		
Debtors Control	139614	32865
Bank Account	6268	10608
Bank Account 064804	35849	4606
	<u>181731</u>	<u>48079</u>
<u>CURRENT LIABILITIES</u>		
Creditors Control	112498	20506
VAT Liability	27236	4515
PAYE Liability	1672	700
Accruals	1935	750
Corporation Tax Due	7555	3922
H.P. CBAF	4098	4099
Directors Loan	10000	10000
	<u>164994</u>	<u>44492</u>
Nett Current Assets	<u>16737</u>	<u>3587</u>
Total Assets less Current Liabilities	<u>26657</u>	<u>16820</u>
<u>LONG TERM CREDITORS</u>		
H.P. CBAF	<u>0</u>	<u>4098</u>
	0	4098
Nett Assets	<u>26657</u>	<u>12722</u>
<u>CAPITAL & RESERVES</u>		
Share Capital	5000	5000
Profit & Loss Account	21657	7722
	<u>26657</u>	<u>12722</u>