

E.E.INGLETON ENGINEERING LIMITED

FINANCIAL STATEMENTS

31 DECEMBER 2001

Registered number: 1292113



DIMBLEBY & DALE

REGISTERED AUDITORS

Sheffield

E.E.INGLETON ENGINEERING LIMITED

FINANCIAL STATEMENTS

for the year ended 31 December 2001

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The following page does not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix 1
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E.E.INGLETON ENGINEERING LIMITED**COMPANY INFORMATION****31 December 2001**

INCORPORATED	23 December 1976 in England
NUMBER	1292113
DIRECTORS	R.G.Ingleton A.Calderbank A.C.Hodges
SECRETARY	Mrs.S.Ingleton
REGISTERED OFFICE	Adelaide Works 55 Mowbray Street Sheffield S3 8EZ
BANKERS	Barclays Bank
AUDITORS	Dimbleby & Dale Registered Auditors 58 High Street Beighton Sheffield S20 1ED

E.E.INGLETON ENGINEERING LIMITED**DIRECTORS' REPORT****31 December 2001**

The directors present their report and the audited financial statements for the year ended 31 December 2001.

Principal activity

The principal activity of the company is the manufacturing of engineering products.

Directors

The directors of the company during the year and their interests in the shares of the company as recorded in the register of directors' interests were as follows:

	31 December 2001 Ordinary shares	1 January 2001 Ordinary shares
R.G.Ingleton	-	-
A.Calderbank	-	-
A.C.Hodges	-	-

Auditors

Dimbleby & Dale have agreed to offer themselves for re-appointment as auditors of the company.

Small company exemptions

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board



R.G.Ingleton
Director

Adelaide Works
55 Mowbray Street
Sheffield
S3 8EZ

29 April 2002

E.E.INGLETON ENGINEERING LIMITED**STATEMENT OF DIRECTORS' 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 affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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 to 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.

On behalf of the board



R.G.Ingleton
Director

E.E.INGLETON ENGINEERING LIMITED**AUDITORS' REPORT****Independent Auditors' Report to the Shareholders of
E.E.Ingleton Engineering Limited**

We have audited the financial statements of E.E.Ingleton Engineering Limited for the year ended 31 December 2001 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with the applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

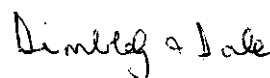
Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31 December 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Sheffield
29 April 2002

Dimbleby & Dale
Registered Auditors

E.E.INGLETON ENGINEERING LIMITED

PROFIT AND LOSS ACCOUNT

for the year ended 31 December 2001

	Note	2001 £	2000 £
Turnover	2	1,506,124	1,297,836
Cost of sales		(541,947)	(458,233)
Gross profit		964,177	839,603
Net operating expenses			
Distribution costs		(21,485)	(21,358)
Administrative expenses		(885,284)	(835,419)
Other operating income		13,588	14,861
Operating profit/(loss)	3	70,996	(2,313)
Interest payable	5	(2,891)	(4,624)
Profit/(loss) on ordinary activities before taxation		68,105	(6,937)
Taxation	6	(14,263)	2,197
Profit/(loss) on ordinary activities after taxation		53,842	(4,740)
Dividends	7	(16,000)	(133,600)
Retained profit/(loss) for the year	18	37,842	(138,340)

Movements in reserves are shown in note 18.

None of the company's activities were acquired or discontinued during the above two financial years.

There were no recognised gains and losses in 2001 or 2000 other than the profit/(loss) for the year.

E.E.INGLETON ENGINEERING LIMITED

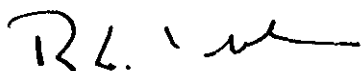
BALANCE SHEET

at 31 December 2001

	Note	2001 £	2000 £
Fixed assets			
Tangible assets	8	234,656	260,123
Current assets			
Stocks	9	210,731	220,272
Debtors	10	333,649	303,412
Investments	11	2,200	2,200
Cash at bank and in hand		77,091	52
		<u>623,671</u>	<u>525,936</u>
Creditors: amounts falling due within one year	12	(214,852)	(179,408)
Net current assets		<u>408,819</u>	<u>346,528</u>
Total assets less current liabilities		<u>643,475</u>	<u>606,651</u>
Provision for liabilities and charges	13	(9,159)	(10,177)
		<u>634,316</u>	<u>596,474</u>
Capital and reserves			
Called up share capital	15	2,500	2,500
Profit and loss account	16	631,816	593,974
Total shareholders' funds	14	<u>634,316</u>	<u>596,474</u>

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements on pages 5 to 7 were approved by the board of directors on 29 April 2002 and signed on its behalf by:



R.G. Ingleton
Director



A. Calderbank
Director

E.E.INGLETON ENGINEERING LIMITED**NOTES ON FINANCIAL STATEMENTS****31 December 2001****1 Accounting policies****Basis of accounting**

The financial statements have been prepared under the historical cost convention.

The company has taken advantage of the exemption from preparing a cash flow statement as conferred by Financial Reporting Standard No. 1 (Revised 1996) on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services after deduction of trade discounts and value added tax.

Tangible fixed assets

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Plant and machinery	10% on reducing balance
Motor vehicles	20% on reducing balance
Fixtures and fittings	10% on reducing balance

Leases and hire purchase contracts

Rentals paid under operating leases are charged to income as incurred.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis.

Net realisable value is based on estimated selling price less the estimated cost of disposal.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Pensions**Defined contribution scheme**

Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

2 Turnover

In the opinion of the directors, none of the turnover of the company is attributable to geographical markets outside the UK (2000 nil).

E.E.INGLETON ENGINEERING LIMITED

NOTES ON FINANCIAL STATEMENTS

31 December 2001

3 Operating profit/(loss)

	2001 £	2000 £
Operating profit/(loss) is stated after crediting:		
Net rental income	11,022	10,418
Interest receivable	2,566	4,443
	<u> </u>	<u> </u>
and after charging:		
Auditors' remuneration	1,400	1,350
Operating leases:		
Rent	59,280	51,996
Loss on sale of assets	5,273	-
	<u> </u>	<u> </u>
Depreciation of tangible fixed assets (note 9):		
Owned assets	31,303	34,719
Amortisation of intangible fixed assets	(1,018)	(1,131)
	<u> </u>	<u> </u>
	<u>30,285</u>	<u>33,588</u>

4 Directors

	2001 £	2000 £
Directors' emoluments	146,282	138,496
	<u> </u>	<u> </u>

Defined contribution pension scheme

The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £28,625 (2000 £33,431) including contributions in respect of employees.

5 Interest payable

	2001 £	2000 £
Finance lease and hire purchase contracts	703	703
Other interest payable	2,188	3,921
	<u> </u>	<u> </u>
	<u>2,891</u>	<u>4,624</u>

6 Taxation

	2001 £	2000 £
UK Corporation tax:		
Current tax on income for the period	14,263	(2,197)
	<u> </u>	<u> </u>

E.E.INGLETON ENGINEERING LIMITED

NOTES ON FINANCIAL STATEMENTS

31 December 2001

7 Dividends

	2001 £	2000 £
Equity - ordinary/final	<u>16,000</u>	<u>133,600</u>

8 Tangible fixed assets

	Plant and Machinery etc £
Cost	
1 January 2001	534,239
Additions	27,609
Disposals	(52,205)
31 December 2001	<u>509,643</u>
Depreciation	
1 January 2001	274,116
Charge for the year	31,303
Disposals	(30,432)
31 December 2001	<u>274,987</u>
Net book amount	
31 December 2001	<u>234,656</u>
1 January 2001	<u>260,123</u>

9 Stocks

	2001 £	2000 £
Stocks	<u>210,731</u>	<u>220,272</u>

10 Debtors

	2001 £	2000 £
Amounts falling due within one year		
Trade debtors	293,858	283,846
Other debtors	39,791	19,566
	<u>333,649</u>	<u>303,412</u>

E.E.INGLETON ENGINEERING LIMITED

NOTES ON FINANCIAL STATEMENTS

31 December 2001

11 Current asset investments

	2001 £	2000 £
Other investments	2,200	2,200

12 Creditors: amounts falling due within one year

	2001 £	2000 £
Bank overdrafts	-	12,542
Trade creditors	123,228	128,238
Corporation tax	13,072	-
Other taxation and social security	58,316	20,238
Other creditors	19,990	15,183
	214,606	176,201

13 Provision for liabilities and charges

	£
1 January 2001	10,177
Amounts used	(1,018)
31 December 2001	9,159

14 Reconciliation of movements in shareholders' funds

	2001 £	2000 £
Profit/(loss) for the financial year	53,842	(4,740)
Dividends	(16,000)	(133,600)
Net addition to/(subtraction from) shareholders' funds	37,842	(138,340)
Opening shareholders' funds	596,474	734,814
Closing shareholders' funds	634,316	596,474

E.E.INGLETON ENGINEERING LIMITED

NOTES ON FINANCIAL STATEMENTS

31 December 2001

15 Called up share capital

	2001		2000	
	Number of shares	£	Number of shares	£
Authorised	2,500	2,500	2,500	2,500
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Allotted, called up and fully paid				
Authorised share capital	2,500	2,500	2,500	2,500
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

16 Profit and loss account

	2001 £
1 January 2001	593,974
Retained profit for the year	<u>37,842</u>
31 December 2001	<u>631,816</u>

17 Related parties

The company paid rent of £59,2580 and dividends of £16,000 to G. & R. (Sheffield) Limited during the year.

The company made a loan of £25,000 to A. Calderbank repayable with interest at a commercial rate over 5 years.

18 Disclosure of control

The company has been ultimately controlled throughout the current and previous year by R.G. Ingleton and G. Calderbank.