

Company Registration No. 2511554 (England and Wales)

**MECHANICAL AND ELECTRICAL SERVICES (SPECIAL PROJECTS)
LIMITED**

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 OCTOBER 2001



pb Price Bailey
CHARTERED ACCOUNTANTS

With offices in
Bishop's Stortford Cambridge Ely Hatlow March
Newmarket North London Norwich Saffron Walden

A member of the UK 200 Group,
an association of independent practising Chartered Accountants

MECHANICAL AND ELECTRICAL SERVICES (SPECIAL PROJECTS) LIMITED

CONTENTS

	Page
Auditors' report	1
Abbreviated balance sheet	2
Notes to the abbreviated accounts	3 - 5

MECHANICAL AND ELECTRICAL SERVICES (SPECIAL PROJECTS) LIMITED

AUDITORS' REPORT TO MECHANICAL AND ELECTRICAL SERVICES (SPECIAL PROJECTS LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 5, together with the financial statements of the company for the year ended 31 October 2001 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

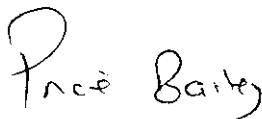
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (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 considered necessary to confirm, by reference to the financial statements, 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 financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.



Price Bailey

Chartered Accountants
Registered Auditor

2 August 2002

Causeway House
1 Dane Street
Bishop's Stortford
Hertfordshire
CM23 3BT

MECHANICAL AND ELECTRICAL SERVICES (SPECIAL PROJECTS) LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 OCTOBER 2001

	Notes	2001 £	£	2000 £	£
Fixed assets					
Tangible assets	2		185,488		156,983
Current assets					
Debtors		880,510		1,591,557	
Cash at bank and in hand		4		74	
		<u>880,514</u>		<u>1,591,631</u>	
Creditors: amounts falling due within one year		<u>(959,012)</u>		<u>(1,693,836)</u>	
Net current liabilities			<u>(78,498)</u>		<u>(102,205)</u>
Total assets less current liabilities			<u>106,990</u>		<u>54,778</u>
Creditors: amounts falling due after more than one year			<u>(4,953)</u>		<u>-</u>
			<u>102,037</u>		<u>54,778</u>
Capital and reserves					
Called up share capital	3		26		26
Profit and loss account			102,011		54,752
Shareholders' funds			<u>102,037</u>		<u>54,778</u>

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

The financial statements were approved by the board on 31st May 2002

J J Reading
 J J Reading Esq
 Director

MECHANICAL AND ELECTRICAL SERVICES (SPECIAL PROJECTS) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 2001

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable accounting standards.

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Freehold	evenly over 50 years
Land and buildings Leasehold	evenly over 50 years
Plant and computer equipment	25%/50% per annum reducing balance
Motor vehicles	25% per annum reducing balance

1.5 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.6 Long term contracts

Amounts recoverable on long term contracts, which are included in debtors, are stated at the net sales value of the work done after provision for contingencies and anticipated future losses on contracts, less amounts received as progress payments on account. Excess progress payments are included in creditors as payments on account.

1.7 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

MECHANICAL AND ELECTRICAL SERVICES (SPECIAL PROJECTS) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2001

2 Fixed assets

	Tangible assets £
Cost	
At 1 November 2000	240,955
Additions	51,770
Disposals	(6,495)
	<hr/>
At 31 October 2001	286,230
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Depreciation	
At 1 November 2000	83,972
On disposals	(3,197)
Charge for the year	19,967
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At 31 October 2001	100,742
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Net book value	
At 31 October 2001	185,488
	<hr/> <hr/>
At 31 October 2000	156,983
	<hr/> <hr/>

3 Share capital

	2001 £	2000 £
Authorised		
199,900 Ordinary shares of £ 1 each	199,900	199,900
100 Ordinary A shares of £ 1 each	100	100
	<hr/>	<hr/>
	200,000	200,000
	<hr/> <hr/>	<hr/> <hr/>
Allotted, called up and fully paid		
20 Ordinary shares of £ 1 each	20	20
6 Ordinary A shares of £ 1 each	6	6
	<hr/>	<hr/>
	26	26
	<hr/> <hr/>	<hr/> <hr/>

MECHANICAL AND ELECTRICAL SERVICES (SPECIAL PROJECTS) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2001

4 Transactions with directors

The company uses the services of Mechanical and Electrical Services Limited, a company with common directors and shareholders, as sub-contractors on a commercial basis. Purchases from this company amounted to £3,380,574 (2000 £2,613,908) during the year, and creditors due to this company at the year end were £341,083 (2000 £272,601).

A number of the company's fixed assets are leased to Mechanical and Electrical Services Limited on short term operating leases. Income for the year amounted to £25,000 (2000 £30,000).

Similarly, a number of items of plant included in the company's fixed assets are leased to Mechanical and Electrical Services (Trading) Limited, another company with common directors and shareholders. Income from Mechanical and Electrical Services (Trading) Limited for the year amounted to £39,929 (2000 £0) and these amounts are included in trade debtors at the year end.

Management services are provided by Mechanical and Electrical Services Limited on a commercial basis, and amounted to £260,000 (2000 £304,000) for the year.

Included in trade creditors is £29,378 (2000 £7,453) payable to Mechanical and Electrical Services (Trading) Limited relating to monies paid on the company's behalf.