

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

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 1999

REGISTERED NUMBER: 2511554

pb Price Bailey
CHARTERED ACCOUNTANTS

With offices in
Bishop's Stortford Cambridge Chingford Ely Harlow
Newmarket Norwich Saffron Walden

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



A09 *A1MYGXJB* 0132
COMPANIES HOUSE 23/01/01

MECHANICAL AND ELECTRICAL SERVICES (SPECIAL PROJECTS) LIMITED

ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 1999

CONTENTS

| | Page |
|---------------------------|-------------|
| Auditors' report | 2 |
| Abbreviated balance sheet | 3 |
| Notes | 4-6 |

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

We have examined the abbreviated financial statements set out on pages 2 to 6, together with the financial statements of the company for the year ended 31 October 1999 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements 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 financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements 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 financial statements and that the abbreviated financial statements to be delivered are properly prepared. 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 to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 6 are properly prepared in accordance with those provisions.

**CAUSEWAY HOUSE
1 DANE STREET
BISHOP'S STORTFORD
HERTFORDSHIRE**


PRICE BAILEY

**CHARTERED ACCOUNTANTS
REGISTERED AUDITORS
19 JANUARY 2001**

MECHANICAL AND ELECTRICAL SERVICES (SPECIAL PROJECTS) LIMITED

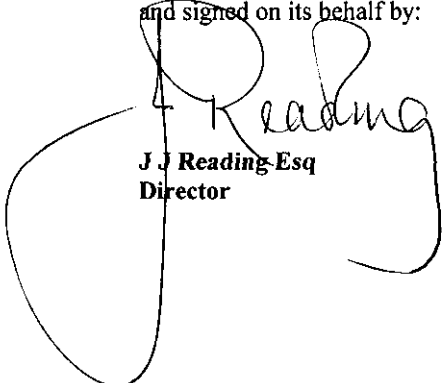
ABBREVIATED BALANCE SHEET AT 31 OCTOBER 1999

| | Notes | | 1998 |
|---|-------|-----------------|-----------------|
| FIXED ASSETS | | | |
| Tangible fixed assets | 2 | 186,562 | 189,084 |
| CURRENT ASSETS | | | |
| Debtors | 3 | 112,320 | 47,372 |
| Cash at bank and in hand | | 17 | 2 |
| | | <u>112,337</u> | <u>47,374</u> |
| CREDITORS: amounts falling due within one year | | <u>242,189</u> | <u>186,617</u> |
| NET CURRENT LIABILITIES | | 129,852 | 139,243 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>£ 56,710</u> | <u>£ 49,841</u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 4 | 26 | 26 |
| Profit and loss account | | 56,684 | 49,815 |
| EQUITY SHAREHOLDERS FUNDS | | <u>£ 56,710</u> | <u>£ 49,841</u> |

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 1999).

The abbreviated financial statements on pages 3 to 6 were approved by the board of directors on and signed on its behalf by:

18 January 2001


J.J. Reading Esq
Director

The notes on pages 4 to 6 form part of these financial statements.

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 1999

1 ACCOUNTING POLICIES

Accounting convention and standards

The financial statements are prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 1999) and under the historical cost convention.

Turnover

Turnover represents the amount applied for in respect of contract services provided.

Depreciation

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

| | |
|------------------------------|--------------------------------|
| Leasehold land and buildings | evenly over 50 years |
| Plant and equipment | 25% per annum reducing balance |
| Motor vehicles | 25% per annum reducing balance |
| Computer equipment | 50% per annum reducing balance |

Work in progress

Contract work in progress is stated at the aggregate cost of materials, labour and other costs directly attributable, less amounts allocated as cost of sales and any provisions which may be necessary to reduce the remaining carrying amount to net realisable value.

Amounts recoverable on contracts

Uninvoiced amounts applied for, to the extent that they do not exceed the valuation of contract work done, are included in turnover and disclosed as amounts recoverable on contracts.

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.

MECHANICAL AND ELECTRICAL SERVICES (SPECIAL PROJECTS) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 1999

2 FIXED ASSETS

| | Tangible assets |
|--------------------------|----------------------------|
| Cost or valuation | |
| 1 November 1998 | 238,891 |
| Additions | 33,702 |
| Disposals | (17,603) |
| 31 October 1999 | <u>254,990</u> |
| Depreciation | |
| 1 November 1998 | 49,807 |
| Charge for year | 30,728 |
| Disposals | (12,107) |
| 31 October 1999 | <u>68,428</u> |
| Net book value | |
| 31 October 1999 | £ <u>186,562</u> |
| 31 October 1998 | £ <u>189,084</u> |

3 CALLED UP SHARE CAPITAL

| | Number of shares | £ | Number of shares | 1998 £ |
|--|-----------------------------|----------------|-----------------------------|-------------------|
| Authorised share capital | | | | |
| Ordinary shares of £1 each | 199,900 | 199,900 | 199,900 | 199,900 |
| 'A' ordinary shares of £1 each | 100 | 100 | 100 | 100 |
| | <u> </u> | <u>200,000</u> | <u> </u> | <u>200,000</u> |
| Allotted called up and fully paid | | | | |
| Ordinary shares of £1 each | 20 | 20 | 20 | 20 |
| 'A' ordinary shares of £1 each | 6 | 6 | 6 | 6 |
| | <u> </u> | <u>26</u> | <u> </u> | <u>26</u> |

MECHANICAL AND ELECTRICAL SERVICES (SPECIAL PROJECTS) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 1999

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 £975,309 (1998 £18,506) during the year, and creditors due to this company at the year end were £158,791 (1998 £170,813).

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 (1998 £25,379) 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 £125,000 (1998 £5,000) for the year.

The company is under the direct control of J J Reading Esq.

5 CONTINGENT LIABILITIES

The company has signed a cross guarantee and debenture, with the bankers of Mechanical and Electrical Services Limited and Mechanical and Electrical Services (Construction) Limited. The amount guaranteed at the year end was £255,529 (1998 £ nil).