

Freudenberg Technical Products Limited

**Directors' report and financial
statements**

Registered number 382265

31 December 2004



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Directors' report

The directors present their annual report and the audited financial statements for the year ended 31 December 2004.

Principal activities

The principal activity of the company is that of general partner in a limited partnership.

Proposed dividend

The result of the company for the year is set out in detail on page 4. A profit of £256 (2003: £223) has been transferred to reserves. The directors recommend that no dividend be proposed (2003: *£nil*).

Directors and directors' interests

The directors holding office during and after the end of the year were as follows:

P Stehle
RW Schutz
J Sost
J Iida
J Queiruga

None of the directors who held office at the end of the financial year had any disclosable interest in the shares of the company

According to the register of directors' interests, no rights to subscribe for shares in or debentures of the company were granted to any of the directors or their immediate families, or exercised by them, during the financial year.

Auditors

In accordance with Section 384 of the Companies Act 1985, a resolution for the re-appointment of KPMG LLP as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

By order of the board


J Queiruga
Director

Silver Fox Way
New York Industrial Estate
North Shields
Tyne & Wear
NE27 0QH

3 May 2005

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 for that period. In preparing those financial statements, the directors are 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; and
- 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.



Quayside House
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Newcastle upon Tyne
NE1 3DX
United Kingdom

Report of the independent auditors to the members of Freudenberg Technical Products Limited

We have audited the financial statements on pages 4 to 8.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the directors' report and, as described on page 2, the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and by our profession's ethical guidance.

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.

Basis of audit opinion

We conducted our audit in accordance with 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 as at 31 December 2004 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

KPMG LLP
Chartered Accountants
Registered Auditor

3 May 2005

Profit and loss account
for the year ended 31 December 2004

	<i>Note</i>	2004 £	2003 £
Income from fixed asset investments		256	223
Profit on ordinary activities before taxation	2	256	223
<i>Tax on profits on ordinary activities</i>	3	-	-
Profit for the financial year		256	223

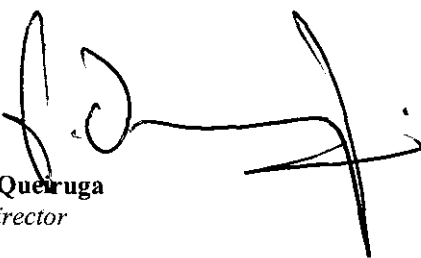
All activities derive from continuing operations.

There are no recognised gains or losses other than the profit for the current financial year and the preceding financial year.

Balance sheet
at 31 December 2004

	<i>Note</i>	2004 £	2003 £
Fixed assets			
Investments	4	818	818
Current assets			
Debtors	5	2,840	2,584
Net assets		<u>3,658</u>	<u>3,402</u>
Capital and reserves			
Called up share capital	6	1,002	1,002
Profit and loss account		<u>2,656</u>	<u>2,400</u>
Shareholders' funds			
Equity	7	<u>3,658</u>	<u>3,402</u>

These financial statements were approved by the board of directors on 3 May 2005 and were signed on its behalf by:


J Queruga
 Director

Notes

(forming part of the financial statements)

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Basis of preparation

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

Under Financial Reporting Standard 1 the company is exempt from the requirement to prepare a cash flow statement on the grounds of its size.

Investments in limited partnerships

Investments in limited partnerships are held at cost less any amounts written off. Income from such limited partnerships is accounted for on a realised basis.

Taxation

The charge for taxation is based on the profit for the year.

2 Remuneration of directors

The directors received no remuneration throughout the financial year (2003: £nil).

3 Taxation

	2004 £	2003 £
Adjustment in respect of prior periods	-	-

Notes (continued)

4 Fixed asset investments

	2004 £	2003 £
<i>Cost and net book value</i>		
At beginning of year	818	932
Disposals	-	(114)
	<hr/>	<hr/>
At end of year	818	818
	<hr/>	<hr/>

The investment represents 0.01% of the capital of the Freudenberg Technical Products Limited Partnership.

5 Debtors

	2004 £	2003 £
Other debtors	2,840	2,584
	<hr/>	<hr/>

6 Called up share capital

	2004 £	2003 £
<i>Authorised</i>		
Equity: 25,000 Ordinary shares of £0.20 each	5,000	5,000
	<hr/>	<hr/>
<i>Allotted, called up and fully paid</i>		
Equity: 5,010 Ordinary shares of £0.20 each	1,002	1,002
	<hr/>	<hr/>

Notes (continued)

7 Reconciliation of movements in shareholders' funds

	2004 £	2003 £
Profit for year	256	223
Opening shareholders' funds	3,402	3,179
	<hr/>	<hr/>
Closing shareholders' funds	3,658	3,402
	<hr/>	<hr/>

8 Ultimate parent undertaking and parent undertaking of larger group of which the company is a member

The largest group in which the results of the company are consolidated is that headed by Freudenberg & Co, a German limited partnership.