

Bauer Springs Limited

Report and Abbreviated Financial Statements

Year Ended

31 December 2001



BDO Stoy Hayward
Chartered Accountants



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Bauer Springs Limited

Annual report and financial statements for the year ended 31 December 2001

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Directors

H Hutt
Miss U Hutt

Secretary and registered office

J R K Peile, Eagle Road, North Moons Moat Industrial Estate, Redditch, Worcs, B98 9HE

Company number

1415845

Auditors

BDO Stoy Hayward, Beneficial Building, 28 Paradise Circus Queensway, Birmingham, B1 2BJ

Bauer Springs Limited

Report of the independent auditors

Independent auditors' report to Bauer Springs Limited under section 247B of the Companies Act 1985

We have examined the abbreviated financial statements on pages 3 to 6 together with the financial statements of the company for the year ended 31 December 2001 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 consider 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 did 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 3 to 6 are properly prepared in accordance with those provisions.

BDO Stoy Hayward

BDO STOY HAYWARD
*Chartered Accountants
and Registered Auditors*
Birmingham

15/5/02

Bauer Springs Limited**Profit and loss account for the year ended 31 December 2001**

	Note	2001 £	2000 £
Turnover		991,429	920,342
Cost of sales		645,395	588,634
Gross profit		346,034	331,708
Distribution costs		45,551	38,152
Administrative expenses		197,758	204,367
Operating profit		102,725	89,189
Other interest receivable and similar income		2,138	7,650
Profit on ordinary activities before taxation		104,863	96,839
Taxation on profit on ordinary activities		29,543	26,616
Profit on ordinary activities after taxation for the year		75,320	70,223
Retained profit brought forward		171,233	101,010
Retained profit carried forward		246,553	171,233

All amounts relate to continuing activities.

All recognised gains and losses in the current and prior year are included in the profit and loss account.

There are no movements in shareholders' funds in the current and prior year apart from the profit for the year.

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

Bauer Springs Limited**Balance sheet at 31 December 2001**

	Note	2001 £	2001 £	2000 £	2000 £
Fixed assets					
Tangible assets	3		129,650		133,720
Current assets					
Stocks		169,966		157,416	
Debtors		184,736		216,849	
Cash at bank and in hand		227,396		103,667	
		<u>582,098</u>		<u>477,932</u>	
Creditors: amounts falling due within one year		<u>111,195</u>		<u>86,419</u>	
Net current assets			<u>470,903</u>		<u>391,513</u>
Total assets less current liabilities			<u>600,553</u>		<u>525,233</u>
Capital and reserves					
Called up share capital	4		354,000		354,000
Profit and loss account			246,553		171,233
Shareholders' funds			<u>600,553</u>		<u>525,233</u>

These financial statements 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 19 February 2002.



H Hutt

Director

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

Bauer Springs Limited

Notes forming part of the financial statements for the year ended 31 December 2001

1 Accounting policies

The financial statements have been prepared under the historical cost convention. The following principal accounting policies have been applied:

Turnover

Turnover represents sales to external customers at invoiced amounts less value added tax or local taxes on sales.

Depreciation

Depreciation is provided to write off the cost, less estimated residual values, of all tangible fixed assets, except for investment properties, freehold land and certain buildings, evenly over their expected useful lives. It is calculated at the following rates:

Freehold property	- 2% on cost
Motor vehicles	- 25% on cost
Fixtures & fittings	- 20% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is based on the cost of purchase on a first in, first out basis. Net realisable value is based on estimated selling price less additional costs to completion and disposal.

Foreign currency

Foreign currency transactions are translated into sterling at the rates ruling when they occurred. Foreign currency monetary assets and liabilities are translated at the rates ruling at the balance sheet dates. Any differences are taken to the profit and loss account.

Deferred taxation

Provision is made for timing differences between the treatment of certain items for taxation and accounting purposes to the extent that it is probable that a liability or asset will crystallise.

Pensions

Contributions to the company's defined contribution pension scheme are charged to the profit and loss account in the year in which they become payable.

Bauer Springs Limited**Notes forming part of the financial statements for the year ended 31 December 2001 (Continued)****2 Intangible assets**

	Total £
<i>Cost or valuation</i>	
At 1 January 2001 and 31 December 2001	4,000
	<hr/>
<i>Amortisation</i>	
At 1 January 2001 and 31 December 2001	4,000
	<hr/>
<i>Net book value</i>	
At 31 December 2000 and 31 December 2001	-
	<hr/> <hr/>

3 Tangible fixed assets

	Total £
<i>Cost</i>	
At 1 January 2001	288,993
Additions	27,679
Disposals	(23,391)
	<hr/>
At 31 December 2001	293,281
	<hr/>
<i>Depreciation</i>	
At 1 January 2001	155,273
Provided for the year	16,382
Disposals	(8,024)
	<hr/>
At 31 December 2001	163,631
	<hr/>
<i>Net book value</i>	
At 31 December 2001	129,650
	<hr/> <hr/>
At 31 December 2000	133,720
	<hr/> <hr/>

4 Share capital

	2001	Authorised 2000	Allotted, called up and fully paid	
	£	£	2001	2000
			£	£
<i>Equity share capital</i>				
Class A Ordinary shares of £1 each	200,000	200,000	200,000	200,000
Class B Ordinary shares of £1 each	4,000	4,000	4,000	4,000
<i>Non-equity share capital</i>				
Preference shares of £1 each	150,000	150,000	150,000	150,000
	<u>354,000</u>	<u>354,000</u>	<u>354,000</u>	<u>354,000</u>

The preference shares are redeemable at par at the company's option at any time after 10 December 1987. All rights to the dividends payable on the 3% cumulative redeemable preference shares have been waived. Rights to the shares area as follows:

Income: Preference shares receive a cash dividend of 3p per share and such dividend shall accrue from day to day and be paid yearly on 1st January in each year, and be in respect of the period commencing on that date upon which the company first issued the shares and ending on the first date of payment thereafter. The balance of the income to be distributed by way of a dividend among "A" and "B" shareholders.

Capital: Upon liquidation of the company any surplus assets after payment of all liabilities are applied as follows: Preference shareholders, an amount equal to the subscription price paid for each share plus any arrears, deficiency or accrual of the fixed preference dividends.

The balance of the assets to be divided between the holders of "A" and "B" shares in relation to the amounts held.

5 Ultimate parent company and parent undertaking of larger group

The ultimate holding company is Christian Bauer KG, a company registered in Germany.