

D & D INTERNATIONAL VALVES LIMITED

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST AUGUST 2003

REGISTERED NUMBER 1634595



**D & D INTERNATIONAL VALVES LIMITED**  
**ABBREVIATED FINANCIAL STATEMENTS FOR THE**  
**YEAR ENDED 31ST AUGUST 2003**

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**INDEPENDENT AUDITOR'S REPORT TO THE COMPANY OF****D & D INTERNATIONAL VALVES LIMITED****PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages 2 to 5, together with the financial statements of the company for the year ended 31<sup>st</sup> August 2003 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company's shareholders, as a body, in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an auditors' 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

**Respective responsibilities of the directors and the 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 are properly prepared in accordance with those provisions and 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 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 Act, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.



**WHITING & PARTNERS**  
Registered Auditor  
Chartered Accountants


12th November 2003  
Wisbech

**D & D INTERNATIONAL VALVES LIMITED****ABBREVIATED BALANCE SHEET**  
**AS AT 31ST AUGUST 2003**

	Note	<u>2003</u> £	£	<u>2002</u> £	£
<b>FIXED ASSETS</b>					
Tangible Assets	2		48,747		54,380
Investments	3		600		600
			-----		-----
			49,347		54,980
<b>CURRENT ASSETS</b>					
Stocks		207,252		205,257	
Debtors		223,133		214,513	
Cash at Bank and in Hand		41,572		969	
		-----		-----	
		471,957		420,739	
Creditors: amounts falling due within one year		267,821		225,655	
		-----		-----	
<b>NET CURRENT ASSETS</b>			204,136		195,084
			-----		-----
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			253,483		250,064
			-----		-----
Creditors: amounts falling due after more than one year			(15,171)		(21,759)
			-----		-----
			£238,312		£228,305
			=====		=====
<b>CAPITAL AND RESERVES</b>					
Called-up equity share capital	4	28,500		28,500	
Reserves	5	209,812		199,805	
		-----		-----	
<b>SHAREHOLDERS' FUNDS</b>			£238,312		£228,305
			=====		=====

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

These financial statements were approved by the directors on the 12th November 2003, and are signed on their behalf by:



G. J. TATTERSALL  
MANAGING DIRECTOR

**D & D INTERNATIONAL VALVES LIMITED**

**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31ST AUGUST 2003**

**1. ACCOUNTING POLICIES**

**a. Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

**b. Consolidation**

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

**c. Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of VAT.

**d. Stocks**

Stocks are valued at the lower of cost and net realisable value, after making allowance for obsolete and slow moving items.

**e. Deferred Taxation**

*Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or receive more tax.*

*Deferred tax assets are recognised only to the extent that the directors consider it more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.*

*Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.*

**f. Tangible Fixed Assets and Depreciation**

*Depreciation is provided on all tangible fixed assets at rates calculated to write down their cost to their estimated residual values by equal annual instalments over the period of their useful economic lives, which are considered to be:*

Leasehold Property	-	20% per annum on cost
Plant, Machinery, Fixtures and Fittings	-	20% per annum on cost
Motor Vehicles	-	25% per annum on reducing balance

**g. Hire purchase agreements**

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the Profit and Loss Account on a straight line basis.

**D & D INTERNATIONAL VALVES LIMITED****NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31ST AUGUST 2003****1. ACCOUNTING POLICIES (continued)****h. Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

**i. Pensions**

The company operates a money purchase, externally funded pension scheme covering some of its directors and employees. Contributions are charged against profits as the contributions are made.

**2. FIXED ASSETS**

	<b>Tangible Fixed Assets £</b>
<b>COST</b>	
At 1st September 2002	118,227
Additions	22,751
Disposals	(42,166)
	-----
At 31st August 2003	98,812
	-----
<b>DEPRECIATION</b>	
At 1st September 2002	63,847
Charge for the Year	17,579
Depreciation on Disposals	(31,361)
	-----
At 31st August 2003	50,065
	-----
<b>NET BOOK VALUE</b>	
At 31st August 2003	48,747
	=====
At 31st August 2002	54,380
	=====

**Hire purchase agreements**

Included within the tangible fixed assets net book value of £48,747 is £41,077 (2002 - £40,164) relating to assets held under hire purchase agreements. The depreciation charged to the accounts in the year in respect of such assets amounted to £13,493 (2002 - £12,528).

**D & D INTERNATIONAL VALVES LIMITED****NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31ST AUGUST 2003****3. INVESTMENTS**

	<u>2003</u>	<u>2002</u>
	£	£
Investment brought forward 1 <sup>st</sup> September 2002	600	600
	-----	-----
As at 31 <sup>st</sup> August 2003	600	600
	=====	=====

The investment is in the shares of Global Sourcing Limited. In the opinion of the directors, the investment is worth not less than the amount at which it is included in the accounts. The company owns 100% of the Ordinary £1 Share Capital of its subsidiary undertaking.

Capital and Reserves at 31 <sup>st</sup> August 2003	600
	=====
Profit after taxation for the year	-
	=====

**4. SHARE CAPITAL**

	<u>2003</u>	<u>2002</u>
	£	£
<b>Authorised Share Capital</b>		
- Equity Shares		
Ordinary Shares of £1 each	150,000	150,000
	=====	=====
<b>Allotted, Called up and fully paid</b>		
- Equity Shares		
Ordinary Shares of £1 each	28,500	28,500
	=====	=====

**5. RESERVES**

	<u>Profit</u>	<u>Capital</u>	
	<u>and Loss</u>	<u>Redemption</u>	
	<u>Account</u>	<u>Reserve</u>	<u>Total</u>
As at 1 <sup>st</sup> September 2002	171,805	28,000	199,805
Retained profit for the year	10,007	-	10,007
	-----	-----	-----
As at 31 <sup>st</sup> August 2003	181,812	28,000	209,812
	=====	=====	=====

**6. ULTIMATE HOLDING COMPANY**

The ultimate holding company is Litral Holdings Ltd, a company incorporated in Great Britain.