

**BETABITE HYDRAULICS LIMITED**  
**ABBREVIATED FINANCIAL STATEMENTS**  
**FOR**  
**30th APRIL 1999**

**HARGREAVES, BROWN & BENSON**  
Chartered Accountants & Registered Auditors  
2 Derby Street  
Colne  
Lancashire  
BB8 9AD



# **BETABITE HYDRAULICS Limited**

## **ABBREVIATED FINANCIAL STATEMENTS**

**YEAR ENDED 30th APRIL 1999**

---

### **CONTENTS**

### **PAGE**

Auditors' report to the company

**1**

Abbreviated balance sheet

**2**

Notes to the abbreviated financial statements

**3**

---

# **BETABITE HYDRAULICS Limited**

## **AUDITORS' REPORT TO THE COMPANY**

### **PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985**

---

We have examined the abbreviated accounts on pages 2 to 6, together with the financial statements of the company for the year ended 30th April 1999 prepared under Section 226 of the Companies Act 1985.

#### **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 to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

#### **BASIS OF OPINION**

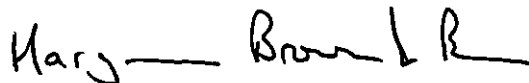
We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did 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 6 are properly prepared in accordance with those provisions.

2 Derby Street  
Colne  
Lancashire  
BB8 9AD

19th January 2000



HARGREAVES, BROWN & BENSON  
Chartered Accountants  
& Registered Auditors

# BETABITE HYDRAULICS Limited

## ABBREVIATED BALANCE SHEET

30th APRIL 1999

	Note	1999	1998
		£	£
<b>FIXED ASSETS</b>	<b>2</b>		
Tangible assets		515,688	513,785
<b>CURRENT ASSETS</b>			
Stocks		391,786	301,590
Debtors		417,516	390,627
Cash at bank and in hand		22,339	15,263
		831,641	707,480
<b>CREDITORS: Amounts falling due within one year</b>		(991,576)	(907,507)
<b>NET CURRENT LIABILITIES</b>		(159,935)	(200,027)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		355,753	313,758
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>		(43,323)	(37,801)
<b>GOVERNMENT GRANTS</b>	<b>3</b>	(32,000)	(36,000)
		280,430	239,957
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	<b>5</b>	100	100
Profit and loss account		280,330	239,857
<b>SHAREHOLDERS' FUNDS</b>		280,430	239,957

These accounts 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 March 1999).

**18 JAN 2000**

These financial statements were approved by the directors on the ....., and are signed on their behalf by:



I. WILSON

The notes on pages 3 to 6 form part of these financial statements.

# **BETABITE HYDRAULICS Limited**

## **NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**

**YEAR ENDED 30th APRIL 1999**

---

### **1. ACCOUNTING POLICIES**

#### **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 March 1999).

#### **Turnover**

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

#### **Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant & Machinery	- 10 - 20% straight line per annum
Motor Vehicles	- 25% reducing balance per annum

#### **Stocks**

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

#### **Work in progress**

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

#### **Operating lease agreements**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

#### **Pension costs**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

#### **Deferred taxation**

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

# BETABITE HYDRAULICS Limited

## NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 30th APRIL 1999

### 1. ACCOUNTING POLICIES *(continued)*

#### Government grant

Government grants in respect of capital expenditure are credited to the profit and loss account over the estimated useful life of the relevant fixed assets. The grant shown in the balance sheet represents the total grant receivable to date less the amounts so far credited to the profit and loss account.

#### Deferred government grants

Government grants in respect of capital expenditure are treated as deferred income and are credited to the profit and loss account over the estimated useful life of the assets to which they relate.

### 2. FIXED ASSETS

	<b>Tangible Fixed Assets £</b>
<b>COST</b>	
At 1st May 1998	690,544
Additions	91,499
Disposals	<u>(10,600)</u>
At 30th April 1999	<u>771,443</u>
<b>DEPRECIATION</b>	
At 1st May 1998	176,759
Charge for year	84,872
On disposals	<u>(5,876)</u>
At 30th April 1999	<u>255,755</u>
<b>NET BOOK VALUE</b>	
At 30th April 1999	<u>515,688</u>
At 30th April 1998	<u>513,785</u>

### 3. GOVERNMENT GRANTS

	<b>1999 £</b>	<b>1998 £</b>
Received and receivable	40,000	40,000
Amortisation	<u>8,000</u>	<u>4,000</u>
	<u>(32,000)</u>	<u>(36,000)</u>

# BETABITE HYDRAULICS Limited

## NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 30th APRIL 1999

### 4. RELATED PARTY TRANSACTIONS

#### Controlling Parties

The ultimate controlling party is identified as Mr E.S. Fort.

#### Other related parties

The following are all identified as being under the ultimate control of Mr E.S. Fort:

Fort Vale Engineering Limited  
Fort Vale BV  
Hartley and Hartley Limited  
Atlantic Tool Leasing Limited  
Midland Investment Castings

Messrs. E.S. Fort and I. Wilson are trustees of The Fort Vale Engineering Limited Pension Plan which includes the company's employees amongst its members.

#### Transactions with other related parties

	1999 £	1998 £
During the year the company incurred expenditure with related parties as follows:		
Sales to related parties	214,439	105,934
Cost of sales	23,113	16,126
General administrative expenditure	8,371	10,269
Provision of management services by Fort Vale Engineering Limited	60,500	139,000
Hire of plant and machinery under operating leases	<u>29,642</u>	<u>75,992</u>
Purchase of tangible fixed assets	<u>399</u>	<u>129,070</u>
Sale of tangible fixed assets	<u>4,250</u>	<u>-</u>

During the year the company incurred a rental cost of £50,000 (1998 - £40,000) in respect of the company's premises let by Messrs. E.S. Fort and I. Wilson. The company occupies premises, the lease of which has expired. A new lease is yet to be concluded although the company holds over upon the terms of the previous lease, subject to an adjustment, for the year.

#### Balances with other related parties

a) Owing by related parties:		
Trade debtors	<u>93,414</u>	<u>3,854</u>
b) Owing to related parties:		
Trade creditors	<u>513,995</u>	<u>503,562</u>

# BETABITE HYDRAULICS Limited

## NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 30th APRIL 1999

---

### 5. SHARE CAPITAL

#### Authorised share capital:

	1999	1998
	£	£
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

#### Allotted, called up and fully paid:

	1999	1998
	£	£
Ordinary share capital	<u>100</u>	<u>100</u>