

COMPANY REGISTRATION NUMBER 2877457

BETABITE HYDRAULICS LIMITED
FINANCIAL STATEMENTS
FOR
30 APRIL 2008



HARGREAVES, BROWN & BENSON

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BETABITE HYDRAULICS LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 30 APRIL 2008

CONTENTS	PAGE
The directors' report	1
Profit and loss account	2
Balance sheet	3
Notes to the financial statements	4

BETABITE HYDRAULICS LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 30 APRIL 2008

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 30 April 2008

PRINCIPAL ACTIVITIES

The principal activity of the company in the year under review was the manufacture of hydraulic fittings

THE DIRECTORS OF THE COMPANY

The directors who served the company during the year were as follows

E S Fort OBE

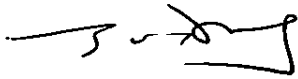
I Wilson

M P Dobson

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985

Signed by order of the directors



E M DRURY

Company Secretary

Approved by the directors on 2.12.08

BETABITE HYDRAULICS LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 30 APRIL 2008

	Note	2008 £	2007 £
TURNOVER		1,704,460	1,560,735
Cost of sales		<u>864,802</u>	<u>779,319</u>
GROSS PROFIT		839,658	781,416
Distribution Costs		<u>32,365</u>	<u>30,335</u>
Administrative expenses		<u>757,773</u>	<u>732,367</u>
OPERATING PROFIT	2	49,520	18,714
Interest receivable		–	9
Interest payable and similar charges		–	(6)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		49,520	18,717
Tax on profit on ordinary activities	4	10,842	4,213
PROFIT FOR THE FINANCIAL YEAR		38,678	14,504
Balance brought forward		<u>411,018</u>	<u>396,514</u>
Balance carried forward		<u>449,696</u>	<u>411,018</u>

The notes on pages 4 to 9 form part of these financial statements

BETABITE HYDRAULICS LIMITED

BALANCE SHEET

30 APRIL 2008

	Note	2008 £	2007 £
FIXED ASSETS			
Tangible assets	5	217,073	171,321
CURRENT ASSETS			
Stocks		350,250	333,261
Debtors	6	439,853	338,787
Cash at bank and in hand		1,056	4,271
		<u>791,159</u>	<u>676,319</u>
CREDITORS: Amounts falling due within one year	7	<u>535,853</u>	<u>423,736</u>
NET CURRENT ASSETS		<u>255,306</u>	<u>252,583</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>472,379</u>	<u>423,904</u>
CREDITORS: Amounts falling due after more than one year	8	<u>3,255</u>	<u>-</u>
		<u>469,124</u>	<u>423,904</u>
PROVISIONS FOR LIABILITIES			
Deferred taxation	9	<u>19,328</u>	<u>12,786</u>
		<u>449,796</u>	<u>411,118</u>
CAPITAL AND RESERVES			
Called-up equity share capital	12	100	100
Profit and loss account		<u>449,696</u>	<u>411,018</u>
SHAREHOLDERS' FUNDS		<u>449,796</u>	<u>411,118</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act

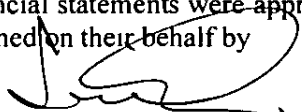
The directors acknowledge their responsibilities for

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company

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 January 2007)

These financial statements were approved by the directors and authorised for issue on 2.10.2008, and are signed on their behalf by

I Wilson



The notes on pages 4 to 9 form part of these financial statements

BETABITE HYDRAULICS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2008

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 January 2007)

Turnover

The company recognises revenue from the sale of product on delivery to the customer. The turnover shown in the Profit and Loss Account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

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	- 33 33% 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

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 to receive more tax, with the following exceptions:

BETABITE HYDRAULICS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2008

1. ACCOUNTING POLICIES *(continued)*

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is 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.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2. OPERATING PROFIT

Operating profit is stated after charging/(crediting)

	2008	2007
	£	£
Contributions to money purchase pension schemes	44,991	50,821
Amortisation of government grants re fixed assets	–	(6,500)
Depreciation of owned fixed assets	<u>39,848</u>	<u>64,111</u>

3. DIRECTORS' PENSION SCHEMES

The number of directors who are accruing benefits under company pension schemes was as follows

	2008	2007
	No	No
Money purchase schemes	<u>1</u>	<u>1</u>

BETABITE HYDRAULICS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2008

4. TAXATION ON ORDINARY ACTIVITIES

Analysis of charge in the year

	2008 £	2007 £
Current tax		
In respect of the year		
UK Corporation tax based on the results for the year at 19% (2007 - 19%)	4,300	3,942
Total current tax	4,300	3,942
Deferred tax		
Origination and reversal of timing differences (note 9)		
Capital allowances	6,763	245
Other	(221)	26
Total deferred tax (note 9)	6,542	271
Tax on profit on ordinary activities	10,842	4,213

5. TANGIBLE FIXED ASSETS

	Plant & Machinery £	Motor Vehicles £	Total £
COST			
At 1 May 2007	861,105	16,865	877,970
Additions	85,600	–	85,600
At 30 April 2008	946,705	16,865	963,570
DEPRECIATION			
At 1 May 2007	696,461	10,188	706,649
Charge for the year	37,624	2,224	39,848
At 30 April 2008	734,085	12,412	746,497
NET BOOK VALUE			
At 30 April 2008	212,620	4,453	217,073
At 30 April 2007	164,644	6,677	171,321

BETABITE HYDRAULICS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2008

6. DEBTORS

	2008	2007
	£	£
Trade debtors	409,187	310,016
Prepayments and accrued income	30,666	28,771
	<u>439,853</u>	<u>338,787</u>

7. CREDITORS: Amounts falling due within one year

	2008	2007
	£	£
Trade creditors	430,710	319,831
Other creditors including taxation and social security		
Corporation tax	4,300	3,942
PAYE and social security	14,068	13,223
VAT	34,261	40,476
Other creditors	8,714	8,008
Accruals and deferred income	43,800	38,256
	<u>105,143</u>	<u>103,905</u>
	<u>535,853</u>	<u>423,736</u>

8. CREDITORS: Amounts falling due after more than one year

	2008	2007
	£	£
Other creditors	3,255	-

9. DEFERRED TAXATION

The movement in the deferred taxation provision during the year was

	2008	2007
	£	£
Provision brought forward	12,786	12,515
Profit and loss account movement arising during the year	6,542	271
Provision carried forward	<u>19,328</u>	<u>12,786</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of

	2008	2007
	£	£
Excess of taxation allowances over depreciation on fixed assets	20,177	13,414
Other timing differences	(849)	(628)
	<u>19,328</u>	<u>12,786</u>

BETABITE HYDRAULICS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2008

10. COMMITMENTS UNDER OPERATING LEASES

At 30 April 2008 the company had aggregate annual commitments under non-cancellable operating leases as set out below

	2008 £	2007 £
Operating leases which expire		
Within 1 year	77,000	-
Within 2 to 5 years	-	77,000
	<u>77,000</u>	<u>77,000</u>

11. 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

Francis Searchlights Limited

Sparta Limited

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

Transactions with other related parties

	2008 £	2007 £
During the year the company incurred expenditure with related parties as follows		
Sales to related parties	140,959	159,795
Cost of sales	600	-
General administrative expenditure	3,317	4,173
Provision of management services by Fort Vale Engineering Limited	<u>199,000</u>	<u>166,000</u>

In addition to the above general administrative expenditure are rentals payable to the directors, Messrs E S Fort and I Wilson of £76,992 (2007 - £75,243)

Balances with other related parties

Amounts owing to related parties

Trade creditors	320,428	239,058
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Commitments under operating leases

At 30th April 2008 included in annual commitments under non-cancellable operating leases (note 10) were the following,

	2008 £	2007 £
Contracts in respect of commitments in respect of land and buildings,		
Expiring within one year	77,000	-
expiring within 2 to 5 years	<u>-</u>	<u>77,000</u>

BETABITE HYDRAULICS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2008

12. SHARE CAPITAL

Authorised share capital:

	2008	2007
	£	£
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

Allotted, called up and fully paid:

	2008		2007
	No	£	No
	<u>100</u>	<u>100</u>	<u>100</u>
Ordinary shares of £1 each			<u>100</u>