

Abbreviated Accounts  
for the Year Ended 31 December 2005  
for  
W P M Europe Limited



**W P M Europe Limited**

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**for the Year Ended 31 December 2005**

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**W P M Europe Limited**  
**Company Information**  
**for the Year Ended 31 December 2005**

**DIRECTORS:**

M K Musgrave  
P G Kapolnek

**SECRETARY:**

Philsec Limited

**REGISTERED OFFICE:**

No 1 Colmore Square  
Birmingham  
West Midlands  
B4 6AA

**REGISTERED NUMBER:**

3456039 (England and Wales)

**AUDITORS:**

Bates Weston  
BW Business Services Ltd  
Registered Auditors  
Chartered Accountants  
The Mills  
Canal Street  
Derby  
DE1 2RJ

**Report of the Independent Auditors to**  
**W P M Europe Limited**  
**Under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages three to five, together with the financial statements of W P M Europe Limited for the year ended 31 December 2005 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

**Respective responsibilities of directors and 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 abbreviated accounts have been properly prepared in accordance with those provisions and to report our opinion to you.

**Basis of opinion**

We conducted our work in accordance with Bulletin 2006/3 "The Special Auditor's Report on Abbreviated Accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin 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.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with those provisions.

Bates Weston  
BW Business Services Ltd  
Registered Auditors  
Chartered Accountants  
The Mills  
Canal Street  
Derby  
DE1 2RJ



Date: .....

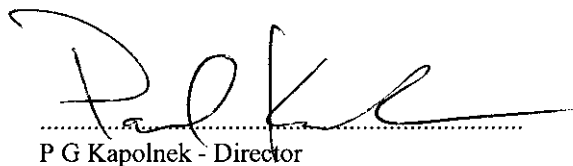
**W P M Europe Limited**

**Abbreviated Balance Sheet**  
**31 December 2005**

	Notes	2005 £	2004 £
<b>FIXED ASSETS</b>			
Tangible assets	2	71,312	98,828
<b>CURRENT ASSETS</b>			
Stocks		63,013	117,018
Debtors		50,561	112,032
Cash at bank and in hand		18,127	15,701
		<u>131,701</u>	<u>244,751</u>
<b>CREDITORS</b>			
Amounts falling due within one year	3	<u>215,552</u>	<u>149,272</u>
<b>NET CURRENT (LIABILITIES)/ASSETS</b>		<u>(83,851)</u>	<u>95,479</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>(12,539)</u>	<u>194,307</u>
<b>CREDITORS</b>			
Amounts falling due after more than one year	3	<u>7,578</u>	<u>9,900</u>
<b>NET (LIABILITIES)/ASSETS</b>		<u><u>(20,117)</u></u>	<u><u>184,407</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	4	475,000	475,000
Profit and loss account		<u>(495,117)</u>	<u>(290,593)</u>
<b>SHAREHOLDERS' FUNDS</b>		<u><u>(20,117)</u></u>	<u><u>184,407</u></u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

**ON BEHALF OF THE BOARD:**



P G Kapolnek - Director

Approved by the Board on 31-5-06

The notes form part of these abbreviated accounts

## W P M Europe Limited

### Notes to the Abbreviated Accounts for the Year Ended 31 December 2005

#### 1. ACCOUNTING POLICIES

##### **Accounting convention**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

##### **Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax.

##### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 33% on cost and 15% on reducing balance
Motor vehicles	- 25% on reducing balance

##### **Stocks**

Stocks and work in progress are valued at the lower of cost and net realisable value. Cost represents the cost of materials, direct labour and production overheads, where applicable.

##### **Deferred tax**

Provision is made at current rates for taxation deferred in respect of all material timing differences. A deferred tax asset is recognised only when it is more likely than not that it will be recovered against future taxable profits.

##### **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 transaction. Exchange differences are taken into account in arriving at the operating result.

##### **Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account as incurred.

##### **Pensions**

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

**W P M Europe Limited**

**Notes to the Abbreviated Accounts - continued**  
**for the Year Ended 31 December 2005**

**2. TANGIBLE FIXED ASSETS**

	Total £
<b>COST</b>	
At 1 January 2005	212,301
Additions	1,256
Disposals	(39,791)
	<hr/>
At 31 December 2005	173,766
	<hr/>
<b>DEPRECIATION</b>	
At 1 January 2005	113,473
Charge for year	15,574
Eliminated on disposal	(26,593)
	<hr/>
At 31 December 2005	102,454
	<hr/>
<b>NET BOOK VALUE</b>	
At 31 December 2005	71,312
	<hr/>
At 31 December 2004	98,828
	<hr/>

**3. CREDITORS**

The following secured debts are included within creditors:

	2005 £	2004 £
Hire purchase contracts	10,005	12,045
	<hr/>	<hr/>

**4. CALLED UP SHARE CAPITAL**

<b>Authorised:</b>				
Number:	Class:	Nominal value:	2005 £	2004 £
500,000	Ordinary	£1	500,000	500,000
			<hr/>	<hr/>
<b>Allotted and issued:</b>				
Number:	Class:	Nominal value:	2005 £	2004 £
475,000	Ordinary	£1	475,000	475,000
			<hr/>	<hr/>

**5. ULTIMATE PARENT COMPANY**

The company's ultimate parent company is Western Printing Machinery Company, a company registered in the state of Illinois, USA.