

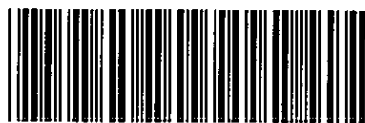
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## **Bifold Fluidpower (Holdings) Limited**

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Abbreviated accounts  
for the year ended 31 August 2008

TUESDAY



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19/05/2009

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COMPANIES HOUSE

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**company number 4606078**

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**REPORT OF THE INDEPENDENT AUDITORS**  
to the members of Bifold Fluidpower (Holdings) Limited  
pursuant to section 247B of the Companies Act 1985



We have examined the abbreviated accounts set out on pages 2 to 5 together with the financial statements of Bifold Fluidpower (Holdings) Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 August 2008.

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 in such a 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 in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the abbreviated financial statements to be delivered are properly prepared in accordance with those sections and to report our opinion to you.

**Basis of opinion**

We have carried out the procedures we considered 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 have been properly prepared. The scope of our work for the purpose of this report does 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 have been properly prepared in accordance with these sections.

A handwritten signature in black ink, appearing to read 'KPMG LLP'.

4 December 2008

KPMG LLP  
Chartered Accountants  
Registered Auditor

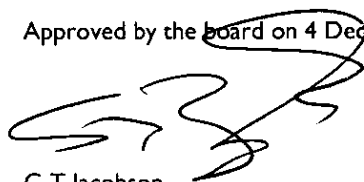
St James' Square  
Manchester  
M2 6DS

**ABBREVIATED BALANCE SHEET**  
at 31 August 2008

	Note	2008 £	2007 £
<b>Fixed assets</b>			
Investments	1	4,191,333	4,191,333
<b>Current assets</b>			
Debtors		749,933	-
Cash at bank and in hand		183,262	489,224
		933,195	489,224
<b>Creditors: amounts falling due within one year</b>		(2,999,533)	(2,493,366)
<b>Net current liabilities</b>		(2,066,338)	(2,004,142)
<b>Total assets less current liabilities</b>		2,124,995	2,187,191
<b>Creditors: amounts falling due after more than one year</b>		(4,195)	(4,195)
<b>Net assets</b>		2,120,800	2,182,996
<b>Capital and reserves</b>			
Called up share capital	2	7,143	7,143
Share premium account		235,597	235,597
Profit and loss account		1,878,060	1,940,256
<b>Shareholders' funds</b>		2,120,800	2,182,996

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Approved by the board on 4 December 2008



G T Jacobson  
Director

## ACCOUNTING POLICIES

31 August 2008

The following accounting policies have been applied consistently when dealing with items which are considered material in relation to the company's financial statements.

### **Basis of preparation**

The financial statements are prepared in accordance with applicable accounting standards under the historical cost rules.

The company is exempt by virtue of s228 of the Companies Act 1985 from the requirement to prepare group accounts. These financial statements present information about the company as an individual undertaking and not about its group. The consolidated financial statements of Bifold Group Limited, within which this company is included, can be obtained from the address given in note 3.

### **Accounting reference date**

Financial statements are drawn up to the nearest Sunday to the accounting reference date.

### **Turnover**

Turnover consists of the invoiced value (excluding VAT) for goods and services supplied in the year.

### **Goodwill**

Goodwill arising on acquisitions is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful economic life up to a presumed maximum of 20 years.

### **Investments**

Investments are held at cost less impairment.

### **Tangible fixed assets and depreciation**

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset over its estimated useful life, as follows:

*Plant and equipment*     2 - 20 years reducing balance

### **Stocks**

Stocks and work in progress are valued at the lower of cost and estimated net realisable value.

Cost is determined on a first-in first-out basis and comprises the direct cost of production and the attributable proportion of all overheads appropriate to location and condition. Net realisable value is based on the estimated sales price after allowing for all further costs of disposal.

### **Taxation**

The charge for tax is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

Deferred tax is recognised without discounting in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as otherwise required by FRS19.

### **Leases**

Assets acquired under finance leases and hire purchase contracts are capitalised and the outstanding future lease or hire purchase obligations are shown in creditors.

Rentals payable under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

### **Post retirement benefits**

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from the company in an independently managed fund. The pension cost charge represents contributions payable to the scheme in the year.

### **Foreign currencies**

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

### **Research and development expenditure**

Expenditure on research and development is written off to the profit and loss account in the year in which it is incurred.

### **Dividends on shares presented in shareholders' funds**

Dividends unpaid at the balance sheet date are only recognised as a liability at that date to the extent that they are appropriately authorised and are no longer at the discretion of the company. Unpaid dividends that do not meet these criteria are disclosed in the notes to the financial statements.

### **Cash and liquid resources**

Cash for the purposes of the cash flow statement comprises cash in hand and deposits repayable on demand, less overdrafts payable on demand.

## ACCOUNTING POLICIES

31 August 2008

### **Classification of financial instruments held by the group**

Following the adoption of FRS 25, financial instruments issued by the company are treated as equity (i.e. forming part of shareholders' funds) only to the extent that they meet the following two conditions:

- c) they include no contractual obligations upon the company to deliver cash or other financial assets or to exchange financial assets or financial liabilities with another party under conditions that are potentially unfavourable to the company; and
- d) where the instrument will or may be settled in the company's own equity instruments, it is either a non-derivative that includes no obligation to deliver a variable number of the company's own equity instruments or is a derivative that will be settled by the company's exchanging a fixed amount of cash or other financial assets for a fixed number of its own equity instruments.

To the extent that this definition is not met, the proceeds of issue are classified as a financial liability. Where the instrument so classified takes the legal form of the company's own shares, the amounts presented in these financial statements for called up share capital and share premium account exclude amounts in relation to those shares.

Finance payments associated with financial liabilities are dealt with as part of interest payable and similar charges. Finance payments associated with financial instruments that are classified as part of shareholders' funds (see dividends policy), are dealt with as appropriations in the reconciliation of movements in shareholders' funds.

# NOTES TO THE ABBREVIATED ACCOUNTS

31 August 2008

<b>1 Investments</b>			<i>Subsidiary undertakings</i>
<i>Company</i>			£
At 2 September 2007 and 31 August 2008			4,191,333
<i>Subsidiary undertakings</i>	<i>Principal activity</i>	<i>Class of share</i>	<i>Holding %</i>
Bifold Fluidpower Limited	Manufacture of control valves	Ordinary	100%
MTS Precision Limited	Precision engineering	Ordinary	100%
Marshalsea Hydraulics Limited	Manufacture of pumps and valves	Ordinary	100%
Bifold Company (Manufacturing) Limited	Dormant	Ordinary	100%
All of the above are incorporated in England and Wales			

<b>2 Share capital</b>	<b>2008</b>	<b>2007</b>
	£	£
<i>Authorised</i>		
Ordinary shares of £1 each	7,203	7,203
A ordinary shares of £1 each	4,195	4,195
	11,398	11,398
<i>Allotted and fully paid</i>		
Ordinary shares of £1 each	7,143	7,143
A ordinary shares of £1 each	4,195	4,195
	11,338	11,338
Less: included in creditors: amounts falling due within one year	(4,195)	(4,195)
	7,143	7,143

The A ordinary shares are irredeemable and bear a dividend based on a variable percentage of operating profit.

The shareholder (Bifold Group Limited) has waived this obligation for the current and preceding years; therefore no liability has been accrued.

## **3 Ultimate parent undertaking**

The ultimate parent undertaking is Bifold Group Limited, a company incorporated in England and Wales.

The accounts of Bifold Group Limited can be obtained from Companies House, Crown Way, Cardiff CF14 3UZ.