

REGISTERED NUMBER: 00437480 (England and Wales)

**TESTED SPRING LTD**  
**REPORT OF THE DIRECTORS AND**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 28TH FEBRUARY 1998**

Henn & Westwood  
Chartered Accountants  
Registered Auditors  
Rumbow House  
Rumbow, Halesowen  
West Midlands  
B63 3HU



**TESTED SPRING LTD**

**INDEX TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 28TH FEBRUARY 1998**

|  | <b>Page</b> |
|--|-------------|
| <b>Company Information</b>                 | <b>1</b>    |
| <b>Report of the Directors</b>             | <b>2</b>    |
| <b>Report of the Auditors</b>              | <b>3</b>    |
| <b>Profit and Loss Account</b>             | <b>4</b>    |
| <b>Balance Sheet</b>                       | <b>5</b>    |
| <b>Notes to the Financial Statements</b>   | <b>6</b>    |
| <b>Trading and Profit and Loss Account</b> | <b>9</b>    |

**TESTED SPRING LTD**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 28TH FEBRUARY 1998**

**DIRECTORS:** P N Woodward  
Mrs M Woodward

**SECRETARY:** M Woodward

**REGISTERED OFFICE:** 20 Hainge Road  
Tividale  
Warley  
West Midlands  
B69 2NG

**REGISTERED NUMBER:** 00437480 (England and Wales)

**AUDITORS:** Henn & Westwood  
Chartered Accountants  
Registered Auditors  
Rumbow House  
Rumbow, Halesowen  
West Midlands  
B63 3HU

**TESTED SPRING LTD**

**REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 28TH FEBRUARY 1998**

The directors present their report with the financial statements of the company for the year ended 28th February 1998.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of manufacturers of springs within the United Kingdom.

**DIRECTORS**

The directors during the year under review were:

P N Woodward  
Mrs M Woodward

The directors holding office at 28th February 1998 did not hold any beneficial interest in the issued share capital of the company at 1st March 1997 or 28th February 1998.

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

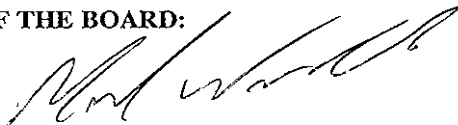
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**AUDITORS**

The company has elected to dispense with the annual appointment of auditors. In the absence of a specific resolution to the contrary Henn & Westwood will continue in office.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

**ON BEHALF OF THE BOARD:**



M Woodward - SECRETARY

Dated: 18th December 1998

**TESTED SPRING LTD**

**REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF  
TESTED SPRING LTD**

We have audited the financial statements on pages four to eight which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, under the historical cost convention and the accounting policies set out on page six.

**Respective responsibilities of directors and auditors**

As described on page two the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

**Basis of opinion**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 28th February 1998 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*Henn & Westwood*

Henn & Westwood  
Chartered Accountants  
Registered Auditors  
Rumbow House  
Rumbow, Halesowen  
West Midlands  
B63 3HU

Dated: 18th December 1998

TESTED SPRING LTD

PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 28TH FEBRUARY 1998

|  |       | 1998     | 1997     |
|--|-------|----------|----------|
|  | Notes | £        | £        |
| <b>TURNOVER</b>                                      | 2     | 456,826  | 464,710  |
| Cost of sales  |       | 380,696  | 355,304  |
| <b>GROSS PROFIT</b>                                  |       | 76,130   | 109,406  |
| Administrative expenses                              |       | 70,608   | 71,646   |
| <b>OPERATING PROFIT</b>                              | 3     | 5,522    | 37,760   |
| Interest receivable and similar income               | 4     | 3,111    | 2,142    |
|  |       | 8,633    | 39,902   |
| Interest payable and similar charges                 |       | 13       | 1        |
| <b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b> |       | 8,620    | 39,901   |
| Tax on profit on ordinary activities                 | 5     | 1,713    | 9,558    |
| <b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>  |       | 6,907    | 30,343   |
| Dividends  | 6     | 20,003   | 22,500   |
|  |       | (13,096) | 7,843    |
| Retained profit brought forward                      |       | 154,264  | 146,421  |
| <b>RETAINED PROFIT CARRIED FORWARD</b>               |       | £141,168 | £154,264 |

The notes form part of these financial statements

**TESTED SPRING LTD**

**BALANCE SHEET  
28TH FEBRUARY 1998**

|   |       | 1998           |                 | 1997           |                 |
|---|-------|----------------|-----------------|----------------|-----------------|
|   | Notes | £              | £               | £              | £               |
| <b>FIXED ASSETS:</b>                                  |       |                |                 |                |                 |
| Tangible assets                                       | 7     |                | 19,343          |                | 17,431          |
| <b>CURRENT ASSETS:</b>                                |       |                |                 |                |                 |
| Stocks  |       | 3,000          |                 | 2,500          |                 |
| Debtors   | 8     | 149,107        |                 | 120,642        |                 |
| Cash at bank and in hand                              |       | 69,980         |                 | 112,208        |                 |
|   |       | <u>222,087</u> |                 | <u>235,350</u> |                 |
| <b>CREDITORS: Amounts falling due within one year</b> | 9     | <u>96,202</u>  |                 | <u>94,228</u>  |                 |
| <b>NET CURRENT ASSETS:</b>                            |       |                | <u>125,885</u>  |                | <u>141,122</u>  |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>         |       |                | 145,228         |                | 158,553         |
| <b>PROVISIONS FOR LIABILITIES AND CHARGES:</b>        | 10    |                | 1,060           |                | 1,289           |
|   |       |                | <u>£144,168</u> |                | <u>£157,264</u> |
| <b>CAPITAL AND RESERVES:</b>                          |       |                |                 |                |                 |
| Called up share capital                               | 11    |                | 3,000           |                | 3,000           |
| Profit and loss account                               |       |                | <u>141,168</u>  |                | <u>154,264</u>  |
| Shareholders' funds                                   |       |                | <u>£144,168</u> |                | <u>£157,264</u> |

These financial statements 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.

ON BEHALF OF THE BOARD:

  
P N Woodward - DIRECTOR

Approved by the Board on 18th December 1998

The notes form part of these financial statements

# TESTED SPRING LTD

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 28TH FEBRUARY 1998

### 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.

#### 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.

|                       |                           |
|-----------------------|---------------------------|
| Plant and machinery   | - 10% on reducing balance |
| Fixtures and fittings | - 10% on reducing balance |
| Motor vehicles        | - 25% on reducing balance |

#### Stocks

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

#### Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

#### Pensions

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable for the year are charged in the profit and loss account.

### 2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

### 3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

|  | 1998              | 1997              |
|--|-------------------|-------------------|
|  | £                 | £                 |
| Depreciation - owned assets                  | 4,649             | 3,812             |
| Profit on disposal of fixed assets           | (2,816)           | (1,509)           |
| Auditors' remuneration                       | 4,500             | 4,500             |
| Pension costs                                | 6,653             | 6,575             |
|  | <u>          </u> | <u>          </u> |
| Directors' emoluments and other benefits etc | 16,250            | 15,425            |
|  | <u>          </u> | <u>          </u> |

### 4. INTEREST RECEIVABLE AND SIMILAR INCOME

|                        | 1998              | 1997              |
|------------------------|-------------------|-------------------|
|                        | £                 | £                 |
| Bank interest received | 3,111             | 2,142             |
|                        | <u>          </u> | <u>          </u> |



# TESTED SPRING LTD

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 28TH FEBRUARY 1998

### 5. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

|                    | 1998<br>£    | 1997<br>£    |
|--------------------|--------------|--------------|
| UK Corporation Tax | 1,942        | 9,568        |
| Deferred taxation  | (229)        | (10)         |
|                    | <u>1,713</u> | <u>9,558</u> |

UK Corporation Tax has been charged at 21% (1997 - 24%).

### 6. DIVIDENDS

|                  | 1998<br>£     | 1997<br>£     |
|------------------|---------------|---------------|
| Final - ordinary | <u>20,003</u> | <u>22,500</u> |

### 7. TANGIBLE FIXED ASSETS

|                         | Plant and<br>machinery | Fixtures<br>and<br>fittings | Motor<br>vehicles | Totals        |
|-------------------------|------------------------|-----------------------------|-------------------|---------------|
|                         | £                      | £                           | £                 | £             |
| <b>COST:</b>            |                        |                             |                   |               |
| At 1st March 1997       | 18,776                 | 10,668                      | 14,995            | 44,439        |
| Additions               | -                      | -                           | 14,995            | 14,995        |
| Disposals               | -                      | -                           | (14,995)          | (14,995)      |
| At 28th February 1998   | <u>18,776</u>          | <u>10,668</u>               | <u>14,995</u>     | <u>44,439</u> |
| <b>DEPRECIATION:</b>    |                        |                             |                   |               |
| At 1st March 1997       | 14,127                 | 6,320                       | 6,561             | 27,008        |
| Charge for year         | 465                    | 435                         | 3,749             | 4,649         |
| Eliminated on disposals | -                      | -                           | (6,561)           | (6,561)       |
| At 28th February 1998   | <u>14,592</u>          | <u>6,755</u>                | <u>3,749</u>      | <u>25,096</u> |
| <b>NET BOOK VALUE:</b>  |                        |                             |                   |               |
| At 28th February 1998   | <u>4,184</u>           | <u>3,913</u>                | <u>11,246</u>     | <u>19,343</u> |
| At 28th February 1997   | <u>4,649</u>           | <u>4,348</u>                | <u>8,434</u>      | <u>17,431</u> |

### 8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

|               | 1998<br>£      | 1997<br>£      |
|---------------|----------------|----------------|
| Trade debtors | 133,539        | 119,638        |
| Other debtors | 14,429         | -              |
| Prepayments   | 1,139          | 1,004          |
|               | <u>149,107</u> | <u>120,642</u> |

**TESTED SPRING LTD**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 28TH FEBRUARY 1998**

**9. CREDITORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

|                               | 1998          | 1997          |
|-------------------------------|---------------|---------------|
|                               | £             | £             |
| Trade creditors               | 28,148        | 20,288        |
| Other creditors               | -             | 5,510         |
| Directors' current accounts   | 20,003        | 22,500        |
| Social security & other taxes | 30,872        | 26,741        |
| Taxation                      | 5,119         | 9,568         |
| Accrued expenses              | 12,060        | 9,621         |
|                               | <u>96,202</u> | <u>94,228</u> |

**10. PROVISIONS FOR LIABILITIES AND CHARGES**

|                   | 1998         | 1997         |
|-------------------|--------------|--------------|
|                   | £            | £            |
| Deferred taxation | <u>1,060</u> | <u>1,289</u> |

|                               |                      |
|-------------------------------|----------------------|
|                               | Deferred<br>taxation |
|                               | £                    |
| Balance at 1st March 1997     | 1,289                |
| Credit to profit and loss     | (229)                |
|                               | <u>1,060</u>         |
| Balance at 28th February 1998 | <u>1,060</u>         |

**11. CALLED UP SHARE CAPITAL**

|  |          |                   |              |              |
|--|----------|-------------------|--------------|--------------|
| Authorised, allotted, issued and fully paid: |          |                   |              |              |
| Number:                                      | Class:   | Nominal<br>value: | 1998         | 1997         |
|  |          |                   | £            | £            |
| 3,000  | Ordinary | £1                | <u>3,000</u> | <u>3,000</u> |