

TESTED SPRING COMPANY LTD

FINANCIAL STATEMENTS

28TH FEBRUARY 1995

Registered number: 00437480

HENN & WESTWOOD

CHARTERED ACCOUNTANTS

Halesowen, West Midlands



TESTED SPRING COMPANY LTD
FINANCIAL STATEMENTS
for the year ended 28th February 1995

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The following page does not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix 1
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COMPANY INFORMATION

28th February 1995

Incorporated in England & Wales

COMPANY NUMBER	00437480
CHAIRMAN	P N Woodward Esq
OTHER DIRECTOR	Mrs M Woodward
SECRETARY	M Woodward
REGISTERED OFFICE	20 Hainge Road Tividale Warley West Midlands, B69 2NG
AUDITORS	Henn & Westwood Chartered Accountants Rumbow House Rumbow Halesowen, West Midlands B63 3HU

DIRECTORS' REPORT

28th February 1995

The directors present their report and the audited financial statements for the year ended 28th February 1995.

Principal activity

The principal activity of the company continues to be that of manufacturers of springs within the United Kingdom.

Business review

The company's balance sheet as detailed on page 6 shows a satisfactory position, shareholders' funds amounting to £143,136.

Loss, dividends and appropriations

The results for the year are shown in the profit and loss account on page 5. The directors do not propose payment of an ordinary dividend, the loss for the year is to be absorbed by reserves.

Fixed assets

Changes in fixed assets during the year are set out in note 9 to the financial statements.

Directors

The directors of the company during the year and their interests in the shares of the company as recorded in the register of directors' interests were as follows

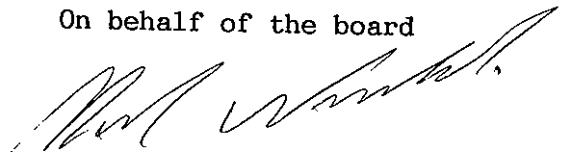
	28th February 1995 Ordinary shares	1st March 1994 Ordinary shares
J W Oliver Esq	905	905
P N Woodward Esq	881	881
Mrs M Woodward	881	881

It is reported with regret that Mr J W Oliver died on 14th March 1995.

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.

On behalf of the board



M Woodward
Secretary

20 Hainge Road
Tividale
Warley
West Midlands, B69 2NG

27th November 1995

TESTED SPRING COMPANY LTD

STATEMENT OF DIRECTORS' RESPONSIBILITIES

We are required under company law 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 we are required to:

- select suitable accounting policies and apply them consistently;
- make reasonable and prudent judgements and estimates;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

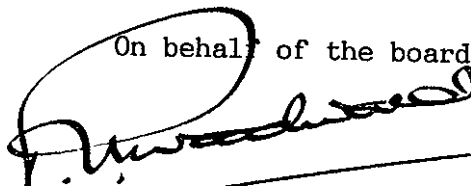
We are also responsible for:

- keeping proper accounting records;
- safeguarding the company's assets;
- taking reasonable steps for the prevention and detection of fraud.

20 Hainge Road
Tividale
Warley
West Midlands, B69 2NG

27th November 1995

On behalf of the board



P N Woodward
Director

TESTED SPRING COMPANY LTD

AUDITORS' REPORT

Auditors' report to the members of

Tested Spring Company Ltd

We have audited the financial statements on pages 5 to 12 which have been prepared under the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 3, 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 error or other irregularity. 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 1995 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Halesowen, West Midlands
27th November 1995


Henn & Westwood
Registered Auditors
Chartered Accountants

PROFIT AND LOSS ACCOUNT

for the year ended 28th February 1995

	Note	1995 £	1994 £
Turnover	2	383,726	417,067
Raw materials and consumables		(66,062)	(75,842)
Staff costs	4	(270,817)	(262,571)
Depreciation	3	(4,096)	(5,856)
Other operating charges		(47,795)	(52,794)
Operating (loss)/profit	3	(5,044)	20,004
Investment income	5	1,929	1,615
Interest payable	6	(70)	(146)
(Loss)/profit on ordinary activities before taxation		(3,185)	21,473
Taxation	7	821	(4,185)
(Loss)/profit on ordinary activities after taxation		(2,364)	17,288
Dividends	8	-	(7,500)
Retained (loss)/profit for the year	17	(2,364)	9,788

Movements in reserves are shown in note 17.

None of the company's activities were acquired or discontinued during the above two financial years.

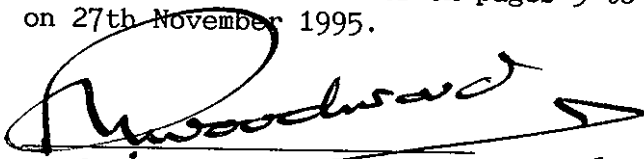
There are no recognised gains and losses in 1995 or 1994 other than the (loss)/profit for the year.

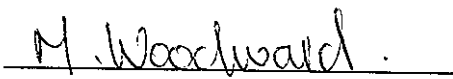
BALANCE SHEET

at 28th February 1995

	Note	£	1995 £	£	1994 £
Fixed assets					
Tangible assets	9		18,016		22,112
Current assets					
Stocks	10	2,500		2,500	
Debtors	11	102,085		110,110	
Cash at bank and in hand		70,941		71,641	
			175,526		184,251
Creditors: amounts falling due within one year	12	(49,497)		(62,003)	
Net current assets			126,029		122,248
Total assets less current liabilities			144,045		144,360
Provision for liabilities and charges	13		(909)		1,140
			143,136		145,500
Capital and reserves					
Called up share capital	16	3,000		3,000	
Profit and loss account	17	140,136		142,500	
Total shareholders' funds	15		143,136		145,500

The financial statements on pages 5 to 12 were approved by the board of directors on 27th November 1995.


P N Woodward Esq
Director


Mrs M Woodward
Director

NOTES ON FINANCIAL STATEMENTS

28th February 1995

1 Accounting policies**Basis of accounting**

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules and incorporate the results of the principal activity which is described in the directors' report and which is continuing.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it is entitled to the exemptions available in Section 246 to 247 of the Companies Act 1985 for small companies.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

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

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Pensions**Defined contribution scheme**

Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

2 Turnover

Turnover represents the amount derived from the provision of goods and services which fall within the company's ordinary activities, entirely within the United Kingdom, stated net of value added tax.

NOTES ON FINANCIAL STATEMENTS

28th February 1995

3 Operating (loss)/profit

	1995 £	1994 £
Operating (loss)/profit is stated after charging		
Staff costs (note 4)	270,817	262,571
Auditors' remuneration	3,300	3,300
Loss on sale of assets	-	607
	<u> </u>	<u> </u>
Depreciation of tangible fixed assets (note 9)		
owned assets	4,096	5,249
	<u> </u>	<u> </u>

4 Directors and employees

	1995 £	1994 £
Staff costs including directors' emoluments		
Wages and salaries	242,278	230,627
Social security costs	22,280	25,848
Pension costs	6,259	6,096
	<u>270,817</u>	<u>262,571</u>

	Number	Number
Average number employed including executive directors		
Production staff	15	15
Office and management	5	5
	<u>20</u>	<u>20</u>
Directors	£	£
Directors' emoluments	16,574	14,050
	<u>16,574</u>	<u>14,050</u>

Pension costs

Defined contribution scheme

The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £6,259 (1994 £6,096).

5 Investment income

	1995 £	1994 £
Bank interest receivable	1,929	1,615
	<u> </u>	<u> </u>

NOTES ON FINANCIAL STATEMENTS

28th February 1995

6 Interest payable

	1995 £	1994 £
Bank interest	70	146
	<u>70</u>	<u>146</u>

7 Taxation

	1995 £	1994 £
Corporation tax on loss on ordinary activities at 25% (1994 25%)	(949)	3,450
Deferred taxation	174	735
	<u>(775)</u>	<u>4,185</u>
Over provision in earlier years	(46)	-
	<u>(821)</u>	<u>4,185</u>

8 Dividends

	1995 £	1994 £
Proposed	-	7,500
	<u>-</u>	<u>7,500</u>

9 Tangible fixed assets

	Motor Vehicles £	Plant and Machinery £	Fixtures and Fittings £	Total £
Cost or valuation				
1st March 1994 and 28th February 1995	45,740	18,091	9,022	72,853
Depreciation				
1st March 1994	33,177	12,474	5,090	50,741
Charge for year	3,141	562	393	4,096
28th February 1995	36,318	13,036	5,483	54,837
Net book amount				
28th February 1995	9,422	5,055	3,539	18,016
1st March 1994	12,563	5,617	3,932	22,112

NOTES ON FINANCIAL STATEMENTS

28th February 1995

10 Stocks

	1995 £	1994 £
Raw materials	2,500	2,500
	<u>2,500</u>	<u>2,500</u>

11 Debtors

	1995 £	1994 £
Amounts falling due within one year		
Trade debtors	99,965	108,352
Other debtors	949	-
Prepayments and accrued income	1,171	1,758
	<u>102,085</u>	<u>110,110</u>

12 Creditors: amounts falling due within one year

	1995 £	1994 £
Other loans	25	25
Trade creditors	20,906	18,043
Corporation tax	-	3,450
Other taxation and social security	20,236	23,323
Dividend	-	7,500
Accruals and deferred income	8,330	9,662
	<u>49,497</u>	<u>62,003</u>

13 Provision for liabilities and charges

	1994 £	Profit and loss account £	Other movements £	1995 £
Deferred taxation (notes 7 and 14)	1,140	(174)	(1,875)	(909)

NOTES ON FINANCIAL STATEMENTS

28th February 1995

14 Deferred taxation

	1995		1994	
	Potential	Provision	Potential	Provision
	liability	made	liability	made
	£	£	£	£
Corporation tax deferred by				
Capital allowances in excess of deprecation	909	909	735	735
Advance corporation tax	909	909	735	735
	-	-	(1,875)	(1,875)
	909	909	(1,140)	(1,140)

The potential liability and provision are based on a corporation tax rate of 25% (1994 25%).

15 Reconciliation of movements in shareholders' funds

	1995	1994
	£	£
(Loss)/profit for the financial year	(2,364)	17,288
Dividends	-	(7,500)
Net (subtraction from)/addition to shareholders' funds	(2,364)	9,788
Opening shareholders' funds	145,500	135,712
Closing shareholders' funds	143,136	145,500

16 Called up share capital

	1995		1994	
	Number of	£	Number of	£
	shares		shares	
Authorised				
Equity shares				
Ordinary shares of £1 each	3,000	3,000	3,000	3,000
Allotted called up and fully paid				
Equity shares				
Ordinary shares of £1 each	3,000	3,000	3,000	3,000

NOTES ON FINANCIAL STATEMENTS

28th February 1995

17 Profit and loss account

	1995 £
1st March 1994	
Retained loss for the year	142,500 (2,364)
28th February 1995	<u>140,136</u>