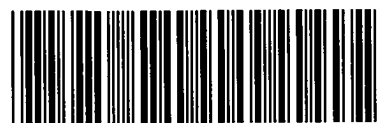


Company Registration No. 00995387 (England and Wales)

PRESSPART MANUFACTURING LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

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COMPANIES HOUSE

PRESSPART MANUFACTURING LIMITED

COMPANY INFORMATION

Directors	D J Biggs J Hemy G Clark D Schmitz H Neugebauer (Appointed 1 January 2014) P Schmelzer
Secretary	D Schmitz
Company number	00995387
Registered office	Whitebirk Industrial Estate Blackburn BB1 5RF
Independent Auditors	Saffery Champness Lion House Red Lion Street London WC1R 4GB
Bankers	HSBC Bank plc 60 Church Street Blackburn BB1 5AS

PRESSPART MANUFACTURING LIMITED

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PRESSPART MANUFACTURING LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2013

The directors present their strategic report for the year ended 31 December 2013.

Review of the business

Presspart Manufacturing Limited is a wholly owned subsidiary of the Heitkamp & Thumann Group, a family company founded more than 35 years ago, with a mission to be leading global partners for the supply of world class precision formed components in both metal and plastic.

The Heitkamp & Thumann Group has more than twenty mid-sized companies, within three divisions and two corporate enterprises; Presspart Manufacturing Limited operates within the Presspart business division.

With more than 40 years' experience and a worldwide reputation for competence, quality and innovation the activity of Presspart Manufacturing Limited in the United Kingdom is to manufacture high precision deep drawn metal parts for the Pharmaceutical industry and other industrial sectors.

Since 2013 Presspart participates in Heitkamp & Thumann's Operational Excellence initiative which is a Global and Group-Wide improvement program. This program helps to ensure continuous challenge for all employees to work and live the "Lean Idea" in the organization.

As shown in the company's profit and loss account on page 8, total company sales have decreased by 1.5%, this is mainly due to change in product mix and falling raw material prices, as sales volumes have increased by 3.2%, this volume increase is in line with the company's planned objective.

Presspart launched a new sub-micron plasma process for coating and treating the internal surfaces of PMDI canisters. Presspart has been successful in growing this business by 37% in 2013 and expects further significant growth in 2014.

Total gross operating margins remain the same year on year. Mainly due to continued focus on lean management and H&T Operational Excellence initiatives.

One Key Performance Indicator of growing importance is working capital, the target of 14.5% for 2013 was achieved. In 2014 it is expected to improve to 14.2%.

Trade debtors of Presspart Manufacturing Limited at 31 December 2013 were equivalent to 35 days (2012 - 40 days).

Inventory days of Presspart Manufacturing Limited at 31 December 2013 were 28 days (2012 - 35 days). The 7 day decrease is mainly due to destocking of safety stock as a result of investment in processing equipment.

The cash balance of Presspart Manufacturing Limited at the year end was £0.314m (2012 - £0.512m), a decrease of £0.198m. Full details of the movement between the opening and closing cash balances can be found on page 11.

PRESSPART MANUFACTURING LIMITED

STRATEGIC REPORT (continued) FOR THE YEAR ENDED 31 DECEMBER 2013

Dividends

A dividend of £0.5m was paid for the year ended 31 December 2013 to our Parent Company, (2012 - £1.5m).

Future prospects

Presspart Manufacturing Limited remains dedicated to its core business in the Pharmaceutical and Industrial division. In 2014 it will continue making significant progress with its Pharmaceutical and Industrial strategies.

In 2014 Presspart will further optimise its layout of its production facilities to support its lean manufacturing principles as well as continuing with investment in its processes to bring further sustainable processes to the company.

Our Inhaled Product Technology Centre is focusing on developing tailored products and components with R&D experts for our global customer base.

Risks and uncertainties

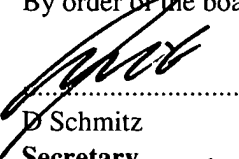
Competitive global pressure, high UK inflation rates and a strong pound sterling to euro exchange rate are a continuing risk for the company, which could result in it losing sales to its key competitors. The company manages this risk by providing high quality products to its customers, having fast response times in supplying products, underpinned by long to medium term contracts with customers.

The fluctuations in raw material market prices and scrap prices are a continuing high ranking risk to the business. Continued global trends such as volatile euro to sterling rates intensify this risk as the majority of raw material purchases come from continental European suppliers. The company continues to try to minimise this risk by entering into long term supplier contracts with partial price hedging.

Credit risk

Presspart Manufacturing Limited has a credit control policy where appropriate credit checks are made on potential customers and suppliers before any transactions occur. For existing customers, the company closely monitors their continued creditability via an external rating agency. A monthly reporting structure is established to make directors aware of any changes to credit risks.

By order of the board



.....
D Schmitz

Secretary

18 March 2014

PRESSPART MANUFACTURING LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2013

The directors present their report and financial statements for the year ended 31 December 2013.

Principal activities and review of the business

Activities

Presspart Manufacturing Limited is a wholly owned subsidiary of the Heitkamp & Thumann Group, a family company founded more than 35 years ago, with a mission to be leading global partners for the supply of world class precision formed components in both metal and plastic.

As permitted by Paragraph 1A of Schedule 7 to the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 certain matters which are required to be disclosed in the directors' report have been omitted as they are included in the strategic report on pages 1 to 2. These matters relate to dividends declared during the year and future developments of the business.

Health, safety and environment

Presspart Manufacturing Limited is engaged in the manufacture of deep drawn metal pressings for a range of different industries. We recognise our responsibility in supplying products to our customers whilst striving to provide quality excellence, and endeavouring to minimise the impact on the environment. In pursuit of environmental excellence, we operate an Environmental Management System in compliance with the ISO 14001:2004 standard. Through this system we establish and review objectives, targets and improvement programmes in line with our significant environmental aspects.

Significant investment continues to be made in Health, Safety and Environmental projects, where particular attention has been given to developing strategies for sustainability and in particular improving energy efficiency.

Future objectives include implementation of the OHSAS 18001 standard for Occupational Health and Safety Management.

Employment policies

Details of employees and related costs can be found in note 22 to the financial statements on page 26.

The workforce is one of the major success factors of the company which is why Presspart launched a Health Management System for its employees.

Employees are also developed through a variety of training courses that supports the continuous optimisation of internal know-how within Presspart.

Presspart Manufacturing Limited is committed to ensuring equal opportunities for all current and potential members of the company. It is committed to the promotion of standards of personal conduct based on respect for and the dignity of individuals. It is the company's policy to provide a working environment free from discrimination. All employees of Presspart are expected to support and contribute to the maintenance of this policy.

PRESSPART MANUFACTURING LIMITED

DIRECTORS' REPORT (continued) FOR THE YEAR ENDED 31 DECEMBER 2013

Employment of disabled people

The company gives full and fair consideration to the application for employment made by disabled people, having regard to their particular aptitude and abilities. Should employees become disabled, consideration would be given to appropriate training, including retraining for alternative work within the company.

Directors

The 2013 membership of the board is shown below, all directors served throughout the year.

D J Biggs

J Hemy

G Clark

D Schmitz

H Neugebauer

P Schmelzer

(Appointed 1 January 2014)

Auditors

Saffery Champness have expressed their willingness to remain in office as auditors of the company.

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK 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.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

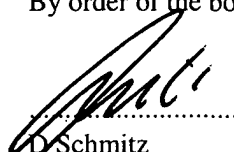
PRESSPART MANUFACTURING LIMITED

**DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 31 DECEMBER 2013**

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

By order of the board


.....
D. Schmitz
Secretary
18 March 2014

PRESSPART MANUFACTURING LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PRESSPART MANUFACTURING LIMITED

We have audited the financial statements of Presspart Manufacturing Limited for the year ended 31 December 2013 set out on pages 8 to 29. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out on pages 3 - 5, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2013 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

PRESSPART MANUFACTURING LIMITED

**INDEPENDENT AUDITORS' REPORT (continued)
TO THE MEMBERS OF PRESSPART MANUFACTURING LIMITED**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Lorenzo Mosca (Senior Statutory Auditor)
for and on behalf of Saffery Champness

18 March 2014

**Chartered Accountants
Statutory Auditors**

Lion House
Red Lion Street
London
WC1R 4GB

PRESSPART MANUFACTURING LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2013**

	Notes	2013 £000	2012 £000
Turnover	2	25,192	25,578
Cost of sales		(18,478)	(18,761)
Gross profit		6,714	6,817
Distribution costs		(1,915)	(1,815)
Administrative expenses		(1,986)	(1,797)
Operating profit	3	2,813	3,205
Other interest receivable and similar income	4	1	1
Interest payable and similar charges	5	(254)	(141)
Profit on ordinary activities before taxation		2,560	3,065
Tax on profit on ordinary activities	6	(440)	(678)
Profit for the year	16	2,120	2,387

The profit and loss account has been prepared on the basis that all operations are continuing operations.

The notes on pages 12 to 29 form part of these financial statements.

PRESSPART MANUFACTURING LIMITED

**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 31 DECEMBER 2013**

	Notes	2013 £000	2012 £000
Profit for the financial year		2,120	2,387
Actuarial gain/(loss) on pension scheme		453	(1,087)
Movement on deferred tax relating to pension asset		(304)	97
		<hr/>	<hr/>
Total recognised gains and losses relating to the year		2,269	1,397
		<hr/>	<hr/>

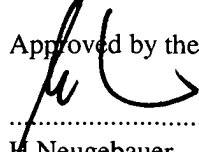
PRESSPART MANUFACTURING LIMITED

**BALANCE SHEET
AS AT 31 DECEMBER 2013**

	Notes	2013 £000	2012 £000
Fixed assets			
Intangible assets	8	504	288
Tangible assets	9	7,775	7,321
		<u>8,279</u>	<u>7,609</u>
Current assets			
Stocks	10	1,879	2,372
Debtors	11	2,916	3,137
Cash at bank and in hand		314	512
		<u>5,109</u>	<u>6,021</u>
Creditors: amounts falling due within one year	12	<u>(4,051)</u>	<u>(5,716)</u>
Net current assets		<u>1,058</u>	<u>305</u>
Total assets less current liabilities		<u>9,337</u>	<u>7,914</u>
Provisions for liabilities	13	<u>(542)</u>	<u>(546)</u>
		8,795	7,368
Retirement benefit obligations	14	<u>(4,122)</u>	<u>(4,464)</u>
		<u>4,673</u>	<u>2,904</u>
Capital and reserves			
Called up share capital	15	25	25
Profit and loss account	16	4,648	2,879
Shareholders' funds	17	<u>4,673</u>	<u>2,904</u>

The notes on pages 12 to 29 form part of these financial statements.

Approved by the Board and authorised for issue on 18 March 2014


H. Neugebauer
Director


D. Schmitz
Director

Company Registration No. 00995387

PRESSPART MANUFACTURING LIMITED**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2013**

	Notes	£000	2013 £000	£000	2012 £000
Net cash inflow from operating activities	24		4,518		3,517
Returns on investments and servicing of finance					
Interest received		1		1	
Interest paid		(73)		(88)	
Net cash outflow for returns on investments and servicing of finance			(72)		(87)
Taxation			(753)		(948)
Capital expenditure					
Payments to acquire intangible assets		(255)		(65)	
Payments to acquire tangible assets		(1,712)		(1,666)	
Receipts from sales of tangible assets		14		24	
Net cash outflow for capital expenditure			(1,953)		(1,707)
Equity dividends paid			(500)		(1,500)
Net cash (outflow)/inflow before management of liquid resources and financing			1,240		(725)
Financing					
Loan from group company		1,614		1,161	
Repayment of loan to group company		(3,050)		-	
Capital element of hire purchase contracts		(2)		(5)	
Net cash outflow from financing			(1,438)		1,156
(Decrease)/increase in cash in the year	25, 26		(198)		431

PRESSPART MANUFACTURING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Tangible fixed assets and depreciation

The transitional arrangements of FRS 15 have been adopted in the case of certain plant and machinery and properties which were revalued prior to the implementation of that standard. The plant and machinery was last revalued in 1988 and the properties were last revalued in 1991 and the valuations have not subsequently been updated.

Depreciation is not provided on freehold land. On other assets it is provided on cost in equal instalments over the estimated useful lives of the assets. Provision is made for any impairment. The rates of depreciation are as follows:

Land and buildings Freehold	40 years
Plant and machinery	3 - 20 years
Fixtures, fittings & equipment	10 years
Motor vehicles	4 years

1.5 Leasing and hire purchase commitments

Assets obtained under finance leases and hire purchase contracts are capitalised at their fair value on acquisition and depreciated over their estimated useful lives. The finance charges are allocated over the period of the lease in proportion to the capital element outstanding.

Operating lease rentals are charged to the income statement in equal annual amounts over the lease term.

1.6 Stock

Stocks and work-in-progress, other than on long-term contracts, are stated at the lower of cost and net realisable value. Cost includes materials, direct labour and production overheads appropriate to the relevant stage of production. Net realisable value is based on estimated selling price, less all further costs to completion and all relevant marketing, selling and distribution costs.

1.7 Revenue recognition

Revenue is recognised when goods have been delivered to the customer.

PRESSPART MANUFACTURING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2013

1 Accounting policies

(continued)

1.8 Pensions

For defined contribution schemes the amount charged to the profit and loss account in respect of pension costs and other post-retirement benefits is the contribution payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in the balance sheet.

For the defined benefit section the amounts charged to operating profit are the current service costs and gains and losses on settlements and curtailments. They are included as part of staff costs. Past service costs are recognised immediately in the profit and loss account if the benefits have vested. If the benefits have not vested immediately, the costs are recognised over the period until vesting occurs. The interest cost and the expected return on assets are shown as a net amount of other financial costs or credits adjacent to interest. Actuarial gains and losses are recognised immediately in the statement of total recognised gains and losses.

The defined benefit section is funded, with the assets held separately from those of the company, in separate trustee administered funds. Pension scheme assets are measured at fair value and liabilities are measured on an actuarial basis using the projected unit method and discounted at a rate equivalent to the current rate of return on a high quality corporate bond of equivalent currency and term to the scheme liabilities. The actuarial valuations are obtained at least triennially and are updated at each balance sheet date. The resulting defined benefit asset or liability, net of the related deferred tax, is presented separately after other net assets on the face of the balance sheet.

1.9 Foreign currency translation

Transactions denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Assets and liabilities expressed in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date.

1.10 Taxation

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred taxation is provided in full on timing differences that result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements.

Deferred tax assets are recognised to the extent that it is regarded more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

1.11 Licenses

Licenses are valued at cost less accumulated amortisation. Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful lives.

PRESSPART MANUFACTURING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2013**

1 Accounting policies (continued)

1.12 Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred.

2 Turnover

Geographical market

	Turnover	
	2013	2012
	£000	£000
United Kingdom	3,000	4,428
Rest of Europe	14,959	13,842
The Americas	2,505	2,580
Other	4,728	4,728
	<u>25,192</u>	<u>25,578</u>

3 Operating profit

	2013	2012
	£000	£000

Operating profit is stated after charging:

Amortisation of intangible assets	39	27
Depreciation of tangible assets	1,188	1,075
Loss on disposal of tangible assets	56	-
Loss on foreign exchange transactions	40	62
Operating lease rentals		
- Plant and machinery	24	25
- Other assets	39	45
Fees payable to the company's auditor for the audit of the company's annual accounts	18	18
Fees payable to the company's auditors for corporation tax compliance services	4	4
Fees payable to the company's auditors for advisory services	15	-

and after crediting:

Profit on disposal of tangible assets	-	(8)
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Fees payable to the company's auditor in respect of the audit of the Presspart Retirement Benefits Scheme were £4,000 (2012 - £4,000).

PRESSPART MANUFACTURING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2013

4	Investment income	2013	2012
		£000	£000
	Bank interest	1	1
		<u>1</u>	<u>1</u>
		<u>1</u>	<u>1</u>

5	Interest payable	2013	2012
		£000	£000
	On amounts payable to group companies	73	87
	Hire purchase interest	-	1
	Finance charges in respect of defined benefit scheme	181	53
		<u>254</u>	<u>141</u>
		<u>254</u>	<u>141</u>

PRESSPART MANUFACTURING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2013

6	Taxation	2013	2012
		£000	£000
	Domestic current year tax		
	U.K. corporation tax	643	768
	Adjustment for prior years	(199)	23
	Total current tax	444	791
	Deferred tax		
	Deferred tax credit current year	(53)	(43)
	Deferred tax adjustment for prior years	49	(70)
		(4)	(113)
		440	678
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	2,560	3,065
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 23.00% (2012 - 24.00%)	589	736
	Effects of:		
	Non deductible expenses	(13)	(28)
	Depreciation in excess of capital allowances	60	44
	Differences in tax rates	7	16
	Adjustments in respect of prior years	(199)	23
		(145)	55
	Current tax charge for the year	444	791
7	Dividends	2013	2012
		£000	£000
	Ordinary interim paid	500	1,500

PRESSPART MANUFACTURING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2013**

8 Intangible fixed assets

	Licenses £000
Cost	
At 1 January 2013	315
Additions	255
	<hr/>
At 31 December 2013	570
	<hr/>
Amortisation	
At 1 January 2013	27
Charge for the year	39
	<hr/>
At 31 December 2013	66
	<hr/>
Net book value	
At 31 December 2013	504
	<hr/>
At 31 December 2012	288
	<hr/>

PRESSPART MANUFACTURING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2013

9 Tangible fixed assets

	Land and buildings Freehold £000	Assets under construction £000	Plant and machinery £000	Fixtures, fittings & equipment £000	Motor vehicles £000	Total £000
Cost						
At 1 January 2013	2,373	647	13,969	4,194	12	21,195
Transfer from Assets under construction	-	(614)	614	-	-	-
Additions	193	672	581	266	-	1,712
Disposals	(6)	-	(649)	(54)	(12)	(721)
At 31 December 2013	2,560	705	14,515	4,406	-	22,186
Depreciation						
At 1 January 2013	950	-	10,021	2,891	12	13,874
On disposals	(2)	-	(599)	(38)	(12)	(651)
Charge for the year	94	-	748	346	-	1,188
At 31 December 2013	1,042	-	10,170	3,199	-	14,411
Net book value						
At 31 December 2013	1,518	705	4,345	1,207	-	7,775
At 31 December 2012	1,423	647	3,948	1,303	-	7,321

Comparable historical cost for the land and buildings included at valuation:

	£000
Cost	
At 1 January 2013 & at 31 December 2013	3,698
Depreciation based on cost	
At 1 January 2013	2,920
Charge for the year	25
At 31 December 2013	2,945
Net book value	
At 31 December 2013	753
At 31 December 2012	778

PRESSPART MANUFACTURING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2013

9 Tangible fixed assets **(continued)**

Included above are assets held under finance leases or hire purchase contracts as follows:

	Plant and machinery £000
Net book values	
At 31 December 2013	-
At 31 December 2012	2
Depreciation charge for the year	
At 31 December 2013	2
At 31 December 2012	5

Freehold land amounting to £400,000 (2012 - £400,000) has not been depreciated.

10 Stocks	2013 £000	2012 £000
Raw materials and consumables	936	907
Finished goods and goods for resale	943	1,465
	<u>1,879</u>	<u>2,372</u>

11 Debtors	2013 £000	2012 £000
Trade debtors	2,359	2,676
Other debtors	272	257
Prepayments and accrued income	285	204
	<u>2,916</u>	<u>3,137</u>

PRESSPART MANUFACTURING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2013**

12 Creditors: amounts falling due within one year	2013 £000	2012 £000
Net obligations under hire purchase contracts	-	2
Trade creditors	999	808
Amounts owed to parent and fellow subsidiary undertakings	1,614	3,050
Corporation tax	131	439
Other taxes and social security costs	126	116
Accruals and deferred income	1,181	1,301
	<u>4,051</u>	<u>5,716</u>
Net obligations under hire purchase contracts		
Repayable within one year	-	2
Finance charges and interest allocated to future accounting periods	-	-
	<u>-</u>	<u>2</u>

13 Provisions for liabilities

	Deferred tax liability £000
Balance at 1 January 2013	546
Profit and loss account	(4)
	<u>542</u>
Balance at 31 December 2013	<u>542</u>

The deferred tax liability is made up as follows:

	2013 £000	2012 £000
Accelerated capital allowances	553	557
Other timing differences	(11)	(11)
	<u>542</u>	<u>546</u>

PRESSPART MANUFACTURING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) **FOR THE YEAR ENDED 31 DECEMBER 2013**

14 Pension and other post-retirement benefit commitments

	2013	2012
	£000	£000
Contributions payable by the company for the year in respect of the defined benefit scheme	426	339
Contributions payable by the company for the year in respect of the defined contribution scheme	376	341

Defined benefit

The company operates a funded defined benefit scheme arrangement. The assets are held independently of the company in trustee administered funds. The defined benefit section was frozen on 1 October 2001 and subsequent contributions were made to a defined contribution scheme, the assets of which are held independently of the company in trustee administered funds.

A full actuarial valuation was last undertaken by qualified independent actuaries on 6 April 2011, using a market based approach. That valuation has been updated to 31 December 2013 by the independent actuaries.

The value of the assets of the scheme was £14,552,000 (2012 - £13,541,000) and this was sufficient to cover 74% (2012 - 70%) of the benefits which had accrued to members.

	2013	2012
	%	%
The major assumptions used by the actuary were:		
Revaluation rate for deferred pensioners of CPI subject to a maximum of 5% p.a.	2.00	1.60
Pension in payment increases of RPI subject to a maximum of 5% p.a.	3.30	2.60
Discount rate	5.00	4.90
Average long term expected rate of return on assets	5.60	5.70
Inflation assumption	3.30	2.60

PRESSPART MANUFACTURING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2013**

14 Pension and other post-retirement benefit commitments

(continued)

	2013	2012
	£000	£000
The assets in the scheme are as follows:		
Equities	8,003	7,041
Bonds	2,183	2,167
Cash	146	271
Other assets	4,220	4,062
	<hr/>	<hr/>
Total fair value of assets	14,552	13,541
Present value of scheme liabilities	(19,704)	(19,339)
	<hr/>	<hr/>
Deficit in scheme	(5,152)	(5,798)
Related deferred tax asset	1,030	1,334
	<hr/>	<hr/>
Net pension liability	(4,122)	(4,464)
	<hr/>	<hr/>
	2013	2012
	£000	£000
Analysis of the amount charged to operating profit		
Current service cost	(52)	(50)
	<hr/>	<hr/>
Total operating charge	(52)	(50)
	<hr/>	<hr/>
Analysis of the amount credited to other finance income		
Expected return on pension scheme assets	752	878
Interest on pension scheme liabilities	(933)	(931)
	<hr/>	<hr/>
Net return	(181)	(53)
	<hr/>	<hr/>
Analysis of amount recognised in the statement of total recognised gains and losses		
Actual return less expected return on pension scheme assets	485	(262)
Experience gains and losses arising on scheme liabilities	43	13
Changes in assumptions underlying the present value of the scheme liabilities	(75)	(838)
	<hr/>	<hr/>
Actual gain / (loss) recognised in the statement of total recognised gains and losses	453	(1,087)
	<hr/>	<hr/>

PRESSPART MANUFACTURING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2013

14 Pension and other post-retirement benefit commitments (continued)

	2013	2012
	£000	£000
Movement in deficit during the year		
Deficit in scheme at 1 January 2013	(5,798)	(4,947)
Operating charge	(52)	(50)
Other finance income	(181)	(53)
Contributions made	426	339
Actuarial gains / (losses)	453	(1,087)
	<hr/>	<hr/>
Deficit in scheme at 31 December 2013	(5,152)	(5,798)
	<hr/>	<hr/>

The contributions made by the employer over the financial year have been £426,000, equivalent to £35,500 per calendar month. This level of contribution is expected to be £439,000 for the next year. There is no longer any accrual of benefits in the defined benefits section.

History of experience gains and losses

	2013	2012	2011	2010	2009
	£000	£000	£000	£000	£000
Difference between the expected and actual return on scheme assets:					
Amount	485	(262)	(430)	422	1,474
Percentage of scheme assets	3.33%	(1.93%)	(3.24%)	3.18%	11.92%
Experience gains and losses on scheme liabilities					
Amount	43	13	(611)	(53)	(43)
Percentage of the present value of the scheme liabilities	0.22%	0.07%	(3.35%)	(0.30%)	(0.26%)
Total amount recognised in statement of recognised gains and losses					
Amount	453	(1,087)	(413)	(691)	(1,710)
Percentage of the present value of scheme liabilities	2.30%	(5.62%)	(2.26%)	(3.86%)	(10.47%)

15 Share capital	2013	2012
	£000	£000
Allotted, called up and fully paid		
25,000 ordinary shares of £1 each	25	25
	<hr/>	<hr/>

PRESSPART MANUFACTURING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2013

16 Statement of movements on profit and loss account

	Profit and loss account £000
Balance at 1 January 2013	2,879
Profit for the year	2,120
Dividends paid	(500)
Actuarial gains or losses on pension scheme liability	453
Movement on deferred tax relating to pension liability	(304)
Balance at 31 December 2013	<u>4,648</u>

17 Reconciliation of movements in shareholders' funds

	2013 £000	2012 £000
Profit for the financial year	2,120	2,387
Dividends	(500)	(1,500)
	<u>1,620</u>	<u>887</u>
Other recognised gains and losses	453	(1,087)
Movement on deferred tax relating to pension asset	(304)	97
	<u>1,769</u>	<u>(103)</u>
Net addition to/(depletion in) shareholders' funds	2,904	3,007
Opening shareholders' funds	<u>4,673</u>	<u>2,904</u>
Closing shareholders' funds	<u>4,673</u>	<u>2,904</u>

18 Contingent liabilities

A contingent liability exists in that the Trustees of the Presspart Manufacturing Retirement Benefit Scheme have the right to request a one-off payment into the scheme. The amount of any claim is not yet determined, however the directors estimate that a claim, if made, would not be more than £173,000.

PRESSPART MANUFACTURING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2013

19 Financial commitments

At 31 December 2013 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 December 2014:

	Other	
	2013	2012
	£000	£000
Operating leases which expire:		
Within one year	7	7
Within two to five years	59	54
	<u>66</u>	<u>61</u>

20 Capital commitments

At 31 December 2013 the company had capital commitments as follows:

	2013	2012
	£000	£000
Authorised but not contracted for	<u>1,178</u>	<u>419</u>

21 Directors' emoluments

	2013	2012
	£000	£000
Emoluments for qualifying services	253	429
Company pension contributions to money purchase schemes	27	42
	<u>280</u>	<u>471</u>

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 3 (2012 - 3).

Emoluments disclosed above include the following amounts paid to the highest paid director:

Emoluments for qualifying services	146	170
Company pension contributions to money purchase schemes	<u>15</u>	<u>16</u>

PRESSPART MANUFACTURING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2013

22 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2013	2012
	Number	Number
Production	118	118
Sales and distribution	12	11
Administration	12	12
	<u>142</u>	<u>141</u>

Employment costs

	2013	2012
	£000	£000
Wages and salaries	4,429	4,391
Social security costs	404	380
Other pension costs	376	341
	<u>5,209</u>	<u>5,112</u>

23 Control

The ultimate parent company is Heitkamp and Thumann KG, a company based in Germany. This is also the ultimate controlling party of the company.

24 Reconciliation of operating profit to net cash inflow from operating activities	2013	2012
	£000	£000
Operating profit	2,813	3,205
Depreciation of tangible and intangible assets	1,227	1,102
Loss/(profit) on disposal of tangible assets	56	(8)
Decrease/(increase) in stocks	493	(198)
Decrease in debtors	221	219
Increase/(decrease) in creditors within one year	82	(514)
Pension scheme non-cash movement	(374)	(289)
Net cash inflow from operating activities	<u>4,518</u>	<u>3,517</u>

PRESSPART MANUFACTURING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2013

25 Analysis of net funds	1 January 2013	Cash flow	Other non- cash changes	31 December 2013
	£000	£000	£000	£000
Net cash:				
Cash at bank and in hand	512	(198)	-	314
Debt:				
Finance leases	(2)	2	-	-
Net funds	510	(196)	-	314

26 Reconciliation of net cash flow to movement in net funds	2013 £000	2012 £000
(Decrease)/increase in cash in the year	(198)	431
Cash outflow from decrease in debt and lease financing	2	5
Movement in net funds in the year	(196)	436
Opening net funds	510	74
Closing net funds	314	510

27 Major non-cash transactions

There were no major non-cash transactions in the year.

PRESSPART MANUFACTURING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2013

28 Related party relationships and transactions

The company undertakes transactions with a number of companies in the Heitkamp and Thumann Group during the normal course of business.

During the year recharges of £452,353 (2012 - £359,145) were made by Heitkamp and Thumann GmbH and Co. KG to Presspart Manufacturing Limited. During the year, recharges were also made from Presspart Manufacturing Limited to Heitkamp and Thumann GmbH and Co. KG of £303,776 (2012 - £nil).

In 2012 Heitkamp and Thumann Finance BV made a loan of £3,034,637 to Presspart Manufacturing Limited, which was repaid during the year. Interest of £66,805 (2012 - £15,218) was charged on this loan at 3.333%. During the year a loan of £1,607,104 was made by Heitkamp and Thumann Finance BV to Presspart Manufacturing Limited, which was outstanding at the year end. Interest of £6,680 (at 3.137%) was charged on this loan during the year and was outstanding at the year end. Recharges of £388 (2012 - £139) were made from Heitkamp and Thumann Finance BV of which £78 (2012 - £80) is outstanding at the year end.

During the year recharges of £nil (2012 - £1,959) were made by H&T Marsberg GmbH & Co. KG to Presspart Manufacturing Limited.

During the year recharges of £8,422 (2012 - £12,381) were made by H&T Tool Design GmbH & Co. KG to Presspart Manufacturing Limited and Presspart Manufacturing Limited purchased £nil (2012 - £18,441) of capital items from the company. £153 (2012 - £nil) was outstanding at the year end.

During the year Presspart Manufacturing Limited made recharges of £562,606 (2012 - £508,912) to Presspart GmbH & Co. KG, and recharges of £371,571 (2012 - £361,657) were made by Presspart GmbH & Co. KG to Presspart Manufacturing Limited. Presspart Manufacturing Limited sold £nil (2012 - £4,543) of tooling to Presspart GmbH & Co. KG and purchased £6,892 (2012 - £250,241) of raw materials and £125,760 (2012 - £nil) of capital items from Presspart GmbH & Co KG.

During the year recharges of £213,885 (2012 - £204,704) were made by H&T Waterbury to Presspart Manufacturing Limited. During the year, recharges were also made from Presspart Manufacturing Limited to H&T Waterbury of £814 (2012 - £nil).

During the year Presspart Manufacturing Limited made sales of £nil (2012 - £56,192) to Presspart Manufacturing S.A., recharged expenses of £398,282 (2012 - £305,810) to Presspart Manufacturing S.A., Presspart Manufacturing S.A. made recharges of £1,549 (2012 - £39,836) to Presspart Manufacturing Limited.

During the year Dongguan Heitkamp and Thumann Metal Products Limited made recharges of £83,527 (2012 - £79,252) to Presspart Manufacturing Limited. During the year, recharges were also made from Presspart Manufacturing Limited to Dongguan Heitkamp and Thumann Metal Products Limited of £1,510 (2012 - £nil).

PRESSPART MANUFACTURING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2013**

28 Related party relationships and transactions

(continued)

During the year recharges of £3,542 (2012 - £nil) were made by Presspart Manufacturing Limited to Westfalia Presstechnik GmbH & Co. KG.

During the year recharges of £190 (2012 - £nil) were made by Westfalia-Metallschlauchtechnik GmbH & Co. KG.

During the year recharges of £21,496 (2012 - £nil) were made by Westfalia Metal Components India Pte. Ltd to Presspart Manufacturing Limited and Presspart Manufacturing Limited purchased £837 (2012 - £nil) of capital items from the company.

During the year recharges of £361 (2012 - £nil) were made by H&T Produktions Technologie GmbH to Presspart Manufacturing Limited.