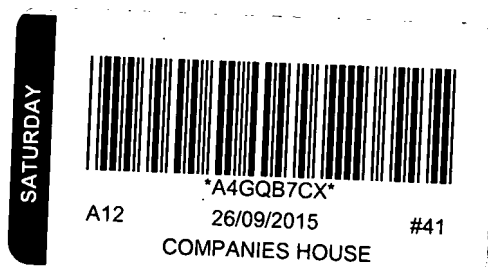


Lincoln Industrial Limited

**Directors' report and financial
statements**

Registered number 3306746

For the year ended 31 December 2014



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Directors' report

The directors present their annual report and financial statements for the year ended 31 December 2014.

Principal activities and business review

During the year the company has not traded and has not incurred any liabilities.

Results and Dividends

The profit for the year after tax amounted to £nil (2013: £nil). The directors have proposed no final dividend in respect of the current financial year.

Directors

The directors who held office during the year were as follows:

H Kannegiesser
SL Smith
RJ Law

Statement of directors' responsibilities in respect of the directors' report and the financial statements

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 they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

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 judgments and 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business. As explained in note 1, the directors do not believe that it is appropriate to prepare these financial statements on a going concern basis.

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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Approved by the board of directors on 25th September 2015 and signed on its behalf by:



S L Smith
Director

Sundon Park Road
Luton
Bedfordshire
LU3 3BL

Balance sheet
at 31 December 2014

	<i>Note</i>	2014	2013
		£000	£000
Current assets			
Debtors	2	1,215	1,215
		<u>1,215</u>	<u>1,215</u>
Net current assets		1,215	1,215
Total assets less current liabilities		1,215	1,215
Net assets		1,215	1,215
Capital and reserves			
Called up share capital	3	-	-
Profit and loss account	4	1,224	1,224
Shareholders' funds	5	1,224	1,224

For the year ending 31/12/14 the company was entitled to exemption under section 480 of the Companies Act 2006. The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006. The directors acknowledge their responsibility for:

- i) ensuring the company keeps accounting records which comply with Section 386; and
- ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year, and of its profit or loss for the financial year, in accordance with the requirements of section 393, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as is applicable to the company.

The financial statements were approved by the board of directors on 25th September 2015 and signed on its behalf by:



S L Smith
Director

Company number: 3306746

The notes on pages 4 to 5 form part of the financial statements.

Notes

(forming part of the financial statements)

1 Accounting policies

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

Basis of preparation

These financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

Under Financial Reporting Standard 1, the company is exempt from the requirement to prepare a cash flow statement on the grounds that a parent undertaking includes the company in its own published consolidated financial statements.

Tangible fixed assets and depreciation

Depreciation is provided to write off the cost less the estimated residual value of tangible fixed assets by equal instalments over their estimated useful economic lives, as follows:

Plant and machinery	-	10 years
Fixtures, fittings, tools and equipment	-	3 to 10 years

Stocks

Stocks are stated at the lower of cost and net realisable value. Net realisable value is based on estimated selling price less all further costs to completion and all relevant marketing, selling and distribution costs.

Taxation

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

Deferred tax assets or liabilities are calculated on a non-discounted full provision basis in respect of timing differences that are expected to reverse in future years.

Leases

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a "finance lease". The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated over its estimated useful life or the term of the lease, whichever is shorter. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account, and the capital element which reduces the outstanding obligation for future instalments.

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

Turnover

Turnover represents amounts (excluding value added tax) derived from the provision of goods and services to customers. The turnover and operating profit, all of which arises in the United Kingdom, is attributable to the principal activity of the company.

Dividends

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.

Foreign currency

Transactions denominated in foreign currencies are recorded in sterling at the actual exchange rate prevailing on the date of each transaction. Monetary assets and liabilities denominated in foreign currencies are stated at the rate prevailing at the balance sheet date. Any gain or loss arising from a change in exchange rates subsequent to the date

of a transaction is included as an exchange gain or loss in the profit and loss account.

Notes (continued)

2 Debtors

	2014 £000	2013 £000
Amount owed by group undertaking	1,215	1,215
	<u>1,215</u>	<u>1,215</u>
	<u><u>1,215</u></u>	<u><u>1,215</u></u>

3 Called up share capital

	2014 £	2013 £
<i>Issued and called up:</i>		
Ordinary shares of £1 each	2	2
	<u>2</u>	<u>2</u>
	<u><u>2</u></u>	<u><u>2</u></u>

4 Reserves

	Profit and loss account £000
At beginning of year	1,224
Profit for the year	-
	<u>-</u>
At end of year	<u><u>1,224</u></u>

5 Reconciliation of movements in shareholders' funds

	2014 £000	2013 £000
Opening shareholders' funds	1,224	1,224
	<u>1,224</u>	<u>1,224</u>
Closing shareholders' funds	<u><u>1,224</u></u>	<u><u>1,224</u></u>

6 Related party transactions

As a wholly owned subsidiary of SKF AB, the company has taken advantage of the exemption under Financial Reporting Standard 8 not to provide information on related party transactions with other undertakings within SKF AB.

7 Ultimate parent and controlling undertaking

The Company's ultimate parent Company and controlling party is Aktiebolaget SKF, which is incorporated in Sweden. The Company's immediate parent Company at 31st December 2014 is SKF (U.K.) Limited.

The parent of the only group for which group financial statements are prepared and of which the Company is a member is Aktiebolaget SKF. Copies of these group financial statements can be obtained from SKF (U.K.) Limited, Sundon Park Road, Luton, Bedfordshire, LU3 3BL.