

COMPANY REGISTRATION NUMBER 3488148

**CSS Machine and Engineering Company
Limited**

Abbreviated accounts

For the year ended

31 December 2005



CSS Machine and Engineering Company Limited

Abbreviated accounts

Year ended 31 December 2005

Contents	Page
Abbreviated balance sheet	1
Notes to the abbreviated accounts	2

CSS Machine and Engineering Company Limited

Abbreviated balance sheet

31 December 2005

	Note	2005 £	£	2004 £	£
Fixed assets	2				
Tangible assets			44,939		44,477
Current assets					
Stocks		22,374		51,998	
Debtors		68,865		76,281	
Cash at bank and in hand		307,712		160,518	
		<u>398,951</u>		<u>288,797</u>	
Creditors: Amounts falling due within one year		<u>(148,297)</u>		<u>(71,057)</u>	
Net current assets			250,654		217,740
Total assets less current liabilities			295,593		262,217
Provisions for liabilities and charges			-		(2,906)
			<u>295,593</u>		<u>259,311</u>
Capital and reserves					
Called-up equity share capital	4		100		100
Profit and loss account			295,493		259,211
Shareholders' funds			<u>295,593</u>		<u>259,311</u>

The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

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

These abbreviated accounts were approved and signed by the director on 5 June 2006.


Mr K S Woodard

The notes on pages 2 to 4 form part of these abbreviated accounts.

CSS Machine and Engineering Company Limited

Notes to the abbreviated accounts

Year ended 31 December 2005

1. Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

Changes in accounting policies

In preparing the financial statements for the current year, the company has adopted the following Financial Reporting Standards:

- Financial Reporting Standard for Smaller Entities (effective January 2005).

The company is adopting the provisions of the FRSSE (effective January 2005) for the first time. As a result of this dividends paid in respect of this and last year are no longer disclosed on the face of the profit and loss account, but are shown as changes in equity within the notes to the accounts.

The adoption of FRSSE (effective January 2005) has resulted in a change in accounting policy in respect of proposed equity dividends. If the company declares dividends to the holders of equity instruments after the balance sheet date, the company does not recognise those dividends as a liability at the balance sheet date. The aggregate amount of equity dividends proposed before approval of the financial statements, which have not been shown as liabilities at the balance sheet date, are disclosed in the notes to the financial statements. Previously, proposed equity dividends were recorded as liabilities at the balance sheet date.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant and Machinery	- 20% reducing balance
Furniture and equipment	- 15% reducing balance
Computer equipment	- 20% straight line

Stocks

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

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences.

CSS Machine and Engineering Company Limited

Notes to the abbreviated accounts

Year ended 31 December 2005

1. Accounting policies *(continued)*

Foreign currencies

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

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2. Fixed assets

	Tangible Assets £
Cost	
At 1 January 2005	107,113
Additions	3,583
At 31 December 2005	<u>110,696</u>
Depreciation	
At 1 January 2005	62,636
Charge for year	3,121
At 31 December 2005	<u>65,757</u>
Net book value	
At 31 December 2005	<u>44,939</u>
At 31 December 2004	<u>44,477</u>

3. Related party transactions

Details of related party transactions occurring with the Parent Undertaking, CSS Investment Holdings Limited, are as follows:

	2005 £	2004 £
Rent invoiced by holding company	29,900	16,962
Aeroplane costs paid by holding company	—	8,748
Funds banked belonging to holding company	3	—
Funds transferred to holding company	3,733	35,549
Funds transferred from holding company	100,550	—
Holding Company cost paid by CSS Machine Eng. Co.	350	—
Payments on behalf of Holding Company.	12,550	—
Balance carried forward	95,370	10,183

CSS Machine and Engineering Company Limited

Notes to the abbreviated accounts

Year ended 31 December 2005

4. Share capital

Authorised share capital:

	2005	2004
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2005		2004	
	No	£	No	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

5. Ultimate parent undertaking and controlling interest

The ultimate parent undertaking of CSS Machine and Engineering Company limited is CSS Investment Holdings Limited, a company incorporated in England, of which Mr K.S. Woodard owns 100% of the issued share capital and, as such, controls the company.