Bifold Fluidpower (Holdings) Limited

abbreviated accounts
period ended 31 August 2003

company number 4606078

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A08 0260
COMPANIES HOUSE 28/06/04

REPORT OF THE INDEPENDENT AUDITORS

to Bifold Fluidpower (Holdings) Limited
pursuant to section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages 2 to 4 together with the financial statements of Bifold Fluidpower (Holdings) Limited prepared under section 226 of the Companies Act 1985 for the period ended 31 August 2003 .

This report is made solely to the company in accordance with section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in such a 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with those sections and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered have been properly prepared. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and the abbreviated accounts have been properly prepared in accordance with those sections.

KPMG LLP 18/2/04

KPMG LLP
Chartered Accountants
Registered Auditor

St James' Square
Manchester
M2 6DS

ABBREVIATED BALANCE SHEET
at 31 August 2003

	Note	2003 £
Fixed assets		
Investments	1	2,901,416
Current assets		
Debtors		16,715
Cash at bank and in hand		305,671
		322,386
Creditors: amounts falling due within one year	2	(401,828)
Net current liabilities		(79,442)
Total assets less current liabilities		2,821,974
Creditors: amounts falling due after more than one year	2	(2,561,510)
Net assets		260,464
Capital and reserves		
Called up share capital	3	10,000
Share premium account		183,935
Profit and loss account		66,529
Shareholders' funds		260,464

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

Approved by the board on 18 February 2004

G T Jacobson
Director

ACCOUNTING POLICIES
31 August 2003

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

Basis of preparation
The financial statements are prepared in accordance with applicable accounting standards under the historical cost rules.

Accounting reference date
Financial statements are drawn up to the nearest Sunday to the accounting reference date.

Turnover
Turnover consists of the invoiced value (excluding VAT) for goods and services supplied in the year.

Investments
Investments are held at cost.

Taxation
Deferred tax is recognised without discounting in respect of all timing differences between the treatment of certain items for taxation and accounting purposes, except as otherwise required by FRS 19.

1 Investments

	Subsidiary undertakings £
At 2 December 2002	-
Additions	2,901,416
At 31 August 2003	2,901,416

Subsidiary undertakings	*Principal activity*	*Class of share*	*Holding %*
Bifold Fluidpower Limited	Manufacture of control valves	Ordinary	100%
MTS Precision Limited	Precision engineering	Ordinary	100%
Bifold Company (Manufacturing) Ltd	Dormant	Ordinary	100%

All of the above are incorporated in England and Wales

2 Creditors

Creditors include:	*2003* £
Bank loan	1,300,000

The bank loan is secured by a fixed and floating charge on the assets of the company and its subsidiaries.

3 Share capital

	2003
Authorised	
Ordinary shares of £1 each	6,300
A ordinary shares of £1 each	3,700
	10,000
Allotted and fully paid	
Ordinary shares of £1 each	6,300
A ordinary shares of £1 each	3,700
	10,000

The ordinary shares were issued fully paid for cash of £190,235 during the period. The A ordinary shares were issued fully paid for cash at par during the period.