

**SWANSEA HYDRAULICS LIMITED**

**Company Number 02774045**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**30th APRIL 1995**



**R H Jeffs & Rowe  
Chartered Accountants  
Pontypridd**

**REPORT OF THE AUDITORS TO**  
**SWANSEA HYDRAULICS LIMITED**

Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985

We have examined the abbreviated Accounts on pages 2 to 6 together with the financial statements of Swansea Hydraulics Limited prepared under section 226 of the Companies Act 1985 for the year ended 30th April 1995.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

The directors are responsible for preparing abbreviated Accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 2 and whether the abbreviated Accounts have been properly prepared in accordance with the Schedule.

**BASIS OF OPINION**

We have carried out the procedures we considered necessary to confirm by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated Accounts have been properly prepared from those financial statements. 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 under section 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 30th April 1995 and the abbreviated Accounts on pages 2 to 6 have been properly prepared in accordance with that Schedule.

**OTHER INFORMATION**

On 19th December 1995 we reported, as auditors of Swansea Hydraulics Limited, to the members on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 30th April 1995 and our audit report was as follows:

We have audited the financial statements on pages 3 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

As described on page 1, 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 financial 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 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 other irregularity or error. 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 30th April 1995 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*R.H. Jeffs + Rowe*

**R H Jeffs & Rowe**  
**Chartered Accountants**  
**Registered Auditors**  
**PONTYPRIDD**

**22nd DECEMBER 1995**

**SWANSEA HYDRAULICS LIMITED****BALANCE SHEET - As at 30th APRIL 1995**

	<u>Notes</u>	<u>£</u>	<u>1995</u>	<u>£</u>	<u>1994</u>	<u>£</u>
<b><u>FIXED ASSETS</u></b>						
Tangible Assets	7		117629		102971	
<b><u>CURRENT ASSETS</u></b>						
Stock		57767		37968		
Debtors	8	96680		70101		
Cash in Hand		-		281		
		<u>154447</u>		<u>108350</u>		
<b><u>CURRENT LIABILITIES</u></b>						
Creditors - Amounts falling due within one year	9	<u>235907</u>		<u>(139429)</u>		
<b>NET CURRENT (LIABILITIES)</b>			<u>(81460)</u>		<u>(31079)</u>	
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			36169		71892	
<b><u>CREDITORS</u></b>						
Amounts falling due after more than one year	9		<u>(126776)</u>		<u>(107643)</u>	
			<u>(90607)</u>		<u>(35751)</u>	
<b><u>CAPITAL AND RESERVES</u></b>						
Called Up Share Capital	10		1000		1000	
Profit and Loss Account	11		<u>(91607)</u>		<u>(36751)</u>	
			<u>(90607)</u>		<u>(35751)</u>	

The directors have taken advantage of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

The financial statements  
were approved by the directors on 19th December 1995  
and signed on their behalf by:



R V BEVAN  
Director

SWANSEA (HYDRAULICS) LIMITEDNOTES TO THE FINANCIAL STATEMENTSFOR THE YEAR ENDED 30th APRIL 19951. ACCOUNTING POLICIES(a) Basis of Accounting

The Financial Statements have been prepared on the historical cost basis of accounting.

(b) Turnover

Turnover represents the net amount of invoices to customers less credit notes for goods returned, excluding VAT.

(c) Depreciation

Depreciation is provided on tangible assets at the following rates:-

Plant & Equipment	10% per annum straight line
Premises & Fittings	25% per annum of written down value
Motor Vehicles	25% per annum of written down value

(d) Stock

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

(e) In circumstances where the company has amounts due both to and from other businesses, those assets and liabilities are shown gross in the Balance Sheet under the appropriate headings.

(f) Cash Flow Statement

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from producing a cash flow statement on the grounds that it is a small company.

(g) Comparative Figures

The comparative figures are for the Company's first accounting period from 16th December 1992 to 30th April 1994.

2. OPERATING PROFIT

	<u>1995</u>	<u>1994</u>
The operating Loss is stated after charging:		
Staff Costs (Note 3)	98465	72148
Directors Emoluments (Note 4)	2904	-
Depreciation of Fixed Assets	23683	19547
Interest Payable and Similar Charges (Note 5)	7749	6443
And after crediting:		
Regional Selective Assistance Grant	<u>-</u>	<u>12500</u>

SWANSEA HYDRAULICS LIMITEDNOTES TO THE FINANCIAL STATEMENTSFOR THE YEAR ENDED to 30th APRIL 19953. STAFF COSTS

	<u>1995</u>	<u>1994</u>
(a) The average number of persons employed by the company during the year (excluding directors) was:		
Administration and Distribution	8	5
(b) Employment costs for the above persons:		
Salaries and Wages	89835	65711
National Insurance Costs	<u>8630</u>	<u>6437</u>
	<u>98465</u>	<u>72148</u>

4. DIRECTORS EMOLUMENTS

Salary	<u>2904</u>	<u>-</u>
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The directors did not receive any other benefits from the Company.

5. INTEREST PAYABLE AND SIMILAR CHARGES

	<u>1995</u>	<u>1994</u>
On Hire Purchase Contracts	5464	3730
On Bank Overdraft repayable within five years	<u>2285</u>	<u>2713</u>
	<u>7749</u>	<u>6443</u>

6. TAXATION

Based on the adjusted results of the year, the company has no Corporation Tax liability.

7. FIXED ASSETS

	<u>Premises &amp; Fittings</u>	<u>Plant &amp; Equipment</u>	<u>Motor Vehicles</u>	<u>TOTAL</u>
<u>Tangible Assets</u>				
<u>COST</u>				
At 1st May 1994	21551	36745	64222	122518
Additions	-	22506	15835	38341
Reclassification	-	11000	(11000)	-
	<u>21551</u>	<u>70251</u>	<u>69057</u>	<u>160859</u>
<u>DEPRECIATION</u>				
At 1st May 1994	5387	3675	10485	19547
Charge for year	<u>4041</u>	<u>5475</u>	<u>14167</u>	<u>23683</u>
	<u>9428</u>	<u>9150</u>	<u>24652</u>	<u>43230</u>
<u>NET BOOK VALUE</u>				
At 30th April 1995	<u>12123</u>	<u>61101</u>	<u>44405</u>	<u>117629</u>
At 30th April 1994	<u>16164</u>	<u>33070</u>	<u>53737</u>	<u>102971</u>

**SWANSEA HYDRAULICS LIMITED****NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 30th APRIL 1995****8. DEBTORS**

	<u>1995</u>	<u>1994</u>
Amounts falling due within one year:		
Trade Debtors	89943	68134
Other Debtors	5000	-
Prepayments	1737	1967
	<u>96680</u>	<u>70101</u>

**9. CREDITORS**

	<u>1995</u>	<u>1994</u>
Amounts falling due within one year:		
Bank Overdraft	58870	44522
Hire Purchase Repayments	26061	26596
Trade Creditors	77681	36924
Taxation and Social Security	8514	3369
Alex Lawrie Factors	44431	25818
Other Creditors	18000	-
Accruals	2350	2200
	<u>235907</u>	<u>139429</u>
Amounts falling due after more than one year:		
Hire Purchase Agreements	41357	42088
Subordinated Loans from Directors	32980	37980
Unsecured Loan	52439	27575
	<u>126776</u>	<u>107643</u>

The directors loans and £17,000 of the unsecured loan is subordinate to the claims of all the Company's other creditors and is repayable after October 1996.

**10. CALLED UP SHARE CAPITAL**

	<u>1995</u>	<u>1994</u>
Authorised:		
1000 Ordinary Shares of £1 each	1000	1000
Allotted Issued and Fully paid:		
1000 Ordinary Shares of £1 each	1000	1000

**SWANSEA HYDRAULICS LIMITED****NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 30th APRIL 1995****11. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS FUNDS**

	<u>Issued Share Capital</u>	<u>Profit &amp; Loss</u>	<u>1995 Total</u>	<u>1994 Total</u>
Net Loss	-	(54856)	(54856)	(36751)
Issue of Shares	-	-	-	1000
Balance 1st May 1994	<u>1000</u>	<u>(36751)</u>	<u>(35751)</u>	<u>-</u>
Balance 30th April 1995	<u>1000</u>	<u>(91607)</u>	<u>(90607)</u>	<u>(35751)</u>

**12. TRANSACTIONS WITH DIRECTORS OF THE COMPANY**

Two of the directors hold positions as directors of other companies which have trading relationships with the company on normal terms. There were no other transactions with, or loans to, any director of the company during the year.