

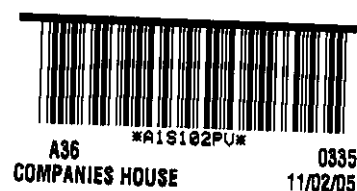
Registration number 1478359

Kuhn Rikon (U.K.) Limited

Abbreviated accounts

for the year ended 31 December 2004

**Thorpe Thompson
Chartered Accountants and Registered Auditors
1st Floor Lincoln Lodge
2 Tettenhall Road
Wolverhampton
West Midlands
WV1 4SA**



**Independent auditors' report to Kuhn Rikon (U.K.) Limited
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 2 to 5 together with the financial statements of Kuhn Rikon (U.K.) Limited for the year ended 31 December 2004 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing 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 accounts to be delivered are properly prepared in accordance with those provisions 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 are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the 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 in respect of the year ended 31 December 2004, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.



**Thorpe Thompson
Chartered Accountants and
Registered Auditors
1st Floor Lincoln Lodge
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West Midlands
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2 February 2005

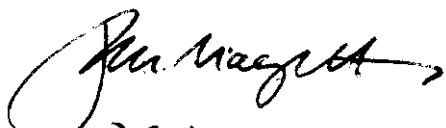
Kuhn Rikon (U.K.) Limited

**Abbreviated balance sheet
as at 31 December 2004**

		2004		2003	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	2		138,291		138,705
Current assets					
Stocks		160,341		144,534	
Debtors		512,386		499,714	
		<u>672,727</u>		<u>644,248</u>	
Creditors: amounts falling due within one year	3	(643,592)		(630,286)	
Net current assets			<u>29,135</u>		<u>13,962</u>
Total assets less current liabilities			167,426		152,667
Creditors: amounts falling due after more than one year			(110,000)		(110,000)
Net assets			<u>57,426</u>		<u>42,667</u>
Capital and reserves					
Called up share capital	4		19,840		19,840
Share premium account			15,000		15,000
Profit and loss account			<u>22,586</u>		<u>7,827</u>
Shareholders' funds			<u>57,426</u>		<u>42,667</u>

The abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies .

The abbreviated accounts were approved by the Board on 2 February 2005 and signed on its behalf by


J.W.G.
J.W.G. Margetts
Director

The notes on pages 3 to 5 form an integral part of these financial statements.

Kuhn Rikon (U.K.) Limited

Notes to the abbreviated financial statements for the year ended 31 December 2004

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Freehold property	-	2% straight line
Fixtures, fittings and equipment	-	20% reducing balance
Computer equipment	-	30% straight line

1.4. Stock

Stock is valued at the lower of cost and net realisable value.

1.5. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

1.6. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

1.7. Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Profit and Loss account.

Kuhn Rikon (U.K.) Limited

**Notes to the abbreviated financial statements
for the year ended 31 December 2004**

2. Fixed assets	Tangible fixed assets £	
Cost		
At 1 January 2004		193,517
Additions		9,829
Disposals		(17,361)
At 31 December 2004		<u>185,985</u>
Depreciation		
At 1 January 2004		54,812
On disposals		(15,168)
Charge for year		8,050
At 31 December 2004		<u>47,694</u>
Net book values		
At 31 December 2004		<u><u>138,291</u></u>
At 31 December 2003		<u><u>138,705</u></u>
3. Creditors: amounts falling due within one year	2004 £	2003 £
Secured creditors include the following:		
Bank overdraft	<u>173,335</u>	<u>106,196</u>
4. Share capital	2004 £	2003 £
Authorised		
20,000 Ordinary shares of £1 each	<u>20,000</u>	<u>20,000</u>
Allotted, called up and fully paid		
19,840 Ordinary shares of £1 each	<u>19,840</u>	<u>19,840</u>

Kuhn Rikon (U.K.) Limited

**Notes to the abbreviated financial statements
for the year ended 31 December 2004**

5. Ultimate parent undertaking

The company's immediate parent undertaking is Kuhn Rikon A.G., which is incorporated in Switzerland and effectively owns 75% of the issued share capital of the company.

Financial transactions

- a) During the year the company purchased goods and services to the value of £607,679 (2003 : £606,948) from the parent company.
- b) During the year the company was charged interest to the value of £6,303 (2003 : £7,436). company.
- c) The aggregate sums due to the parent company at the balance sheet date were:
 - Purchase ledger £329,999
 - Interest free loan £110,000