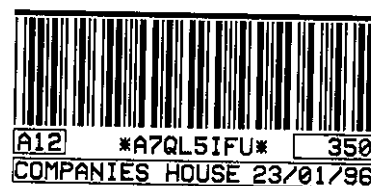


Registrar

HYDRA-CAPSULE LIMITED  
(REGISTERED NUMBER 2129607)

DIRECTORS' REPORT  
AND FINANCIAL STATEMENTS  
FOR  
THE YEAR ENDED  
31 MARCH 1995



Beard + Company,  
Burleigh, Old Church Road,  
Colwall.

**HYDRA-CAPSULE LIMITED**

**YEAR ENDED 31 MARCH 1995**

**DIRECTORS**

C.J. Davies  
M. Hughes

**COMPANY SECRETARY**

C.J. Davies

**REGISTERED OFFICE**

Hydra House,  
Bishops Frome,  
Worcestershire.

**REGISTERED NUMBER**

2129607 (England and Wales)

**REPORTING ACCOUNTANTS**

Beard + Company,  
Burleigh,  
Old Church Road,  
Colwall,  
Worcestershire.  
WR13 6EZ

**HYDRA-CAPSULE LIMITED**

**REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 1995**

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# HYDRA-CAPSULE LIMITED

## DIRECTORS' REPORT

The directors present their report and the financial statements for the year ended 31 March 1995.

## PRINCIPAL ACTIVITIES

The Company's principal activities continue to be the provision of hydraulic jacking and lifting apparatus and temporary support work in the field of mechanical engineering.

## DIRECTORS

The directors who served during the year and their beneficial interests in the company's issued ordinary share capital were:

|             | Number of ordinary shares of £1 each |         |                |         |
|-------------|--------------------------------------|---------|----------------|---------|
|             | Beneficial                           |         | Non Beneficial |         |
|             | 31.3.95                              | 31.3.94 | 31.3.95        | 31.3.94 |
| C.J. Davies | 1400                                 | 1400    | 600            | 600     |
| M. Hughes   | Nil                                  | Nil     | Nil            | Nil     |

This report was approved by the board of directors on 17 January 1996, taking advantage of special exemptions available to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

SIGNED ON BEHALF OF THE BOARD OF DIRECTORS

C.J. DAVIES  
Director



ACCOUNTANTS' REPORT TO THE SHAREHOLDERS ON THE UNAUDITED ACCOUNTS OF  
HYDRA-CAPSULE LIMITED

We report on the accounts for the year ended 31 March 1995 set out on pages 4 to 9.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING ACCOUNTANTS

As described on page 5 the company's directors are responsible for the preparation of the accounts, and they believe that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

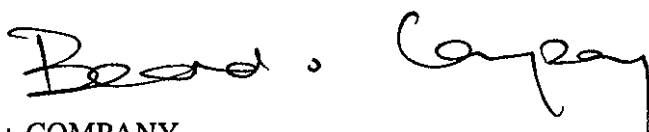
BASIS OF OPINION

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

OPINION

In our opinion:

- (a) the accounts are in agreement with those accounting records kept by the company under Section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records
  - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in Section 249 C (6) of the act; and
  - (ii) the company satisfies the conditions for exemption from an audit of the accounts for the year specified in Section 249 A (4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in Section 249 B (1).



BEARD + COMPANY

Reporting Accountants

Burleigh,  
Old Church Road,  
Colwall.

17 January 1996

# HYDRA-CAPSULE LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 1995

|                                                          | Notes | 1995<br>£      | 1994<br>£       |
|----------------------------------------------------------|-------|----------------|-----------------|
| TURNOVER - continuing activities                         |       | 142086         | 144244          |
| Cost of sales                                            |       | <u>(46821)</u> | <u>(48132)</u>  |
| GROSS PROFIT                                             |       | 95265          | 96112           |
| Administration expenses                                  |       | <u>(74092)</u> | <u>(106139)</u> |
| OPERATING PROFIT(LOSS)                                   | 2     | 21173          | (10027)         |
| Profit(loss) on disposal of fixed assets                 |       | <u>30</u>      | <u>(12010)</u>  |
| PROFIT ON ORDINARY ACTIVITIES<br>BEFORE INTEREST PAYABLE |       | 21203          | (22037)         |
| Interest payable                                         |       | <u>(8351)</u>  | <u>(3441)</u>   |
| PROFIT(LOSS) ON ORDINARY ACTIVITIES<br>BEFORE TAXATION   |       | 12852          | (25478)         |
| Taxation                                                 | 3     | <u>(4096)</u>  | <u>(13775)</u>  |
| RETAINED PROFIT(LOSS) FOR THE YEAR                       | 9     | <u>8756</u>    | <u>(39253)</u>  |

There were no recognised gains or losses other than those included in the profit and loss account.

# HYDRA-CAPSULE LIMITED

## BALANCE SHEET AT 31 MARCH 1995

|                                                       | Notes | 1995<br>£       | 1994<br>£       |
|-------------------------------------------------------|-------|-----------------|-----------------|
| <b>FIXED ASSETS</b>                                   |       |                 |                 |
| Tangible assets                                       | 4     | <u>160526</u>   | <u>175029</u>   |
| <b>CURRENT ASSETS</b>                                 |       |                 |                 |
| Stock and work in progress                            |       | 64848           | 37645           |
| Debtors                                               | 5     | 57551           | 19458           |
| Cash at bank and in hand                              |       | <u>36</u>       | <u>36</u>       |
|                                                       |       | 122435          | 57139           |
| <b>CREDITORS: Amounts falling due within one year</b> | 6     | <u>(160647)</u> | <u>(119133)</u> |
| <b>NET CURRENT (LIABILITIES)</b>                      |       | <u>(38212)</u>  | <u>(61994)</u>  |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>          |       | 122314          | 113035          |
| <b>PROVISIONS FOR LIABILITIES AND CHARGES</b>         |       |                 |                 |
| Deferred tax                                          | 7     | <u>(7034)</u>   | <u>(6511)</u>   |
| <b>NET ASSETS</b>                                     |       | <u>115280</u>   | <u>106524</u>   |
| <b>CAPITAL AND RESERVES</b>                           |       |                 |                 |
| Called-up share capital                               | 8     | 2000            | 2000            |
| Profit and loss account                               | 9     | <u>113280</u>   | <u>104524</u>   |
| <b>Shareholders' funds</b>                            | 10    | <u>115280</u>   | <u>106524</u>   |

The directors consider that the company is entitled to exemption from the requirements to have an audit under the provisions of Section 249A(2) of the Companies Act 1985. Shareholders holding 10% or more of the company's share capital have not issued a notice requiring an audit. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 March 1995 and of its profit for the year then ended in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to the financial statements so far as applicable to the company.

The financial statements were approved by the board of directors on 17 January 1996 and signed on its behalf. In preparing these financial statements:

- Advantage has been taken of the special exemptions applicable to small companies conferred by Part 1 of Schedule 8 to the Companies Act 1985, and
- In the directors' opinion the company is entitled to these exemptions as a small company.

C.J. DAVIES  
Director



# HYDRA-CAPSULE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1995

### 1. ACCOUNTING POLICIES

#### 1.1 BASIS OF PREPARATION OF ACCOUNTS

The financial statements are prepared under the historical cost convention and incorporate the results of the principal activity which is described in the directors report and which is continuing.

The company has taken advantage of the exemption in FRS1 from the requirement to prepare a cash flow statement on the grounds that it is a small company.

#### 1.2 TURNOVER

Turnover comprises the invoiced value of goods and services supplied by the company net of value added tax.

#### 1.3 TANGIBLE FIXED ASSETS

Tangible fixed assets are stated in the balance sheet at cost less depreciation.

#### 1.4 DEPRECIATION

Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

|                     |                            |
|---------------------|----------------------------|
| Freehold property   | 2% reducing balance basis  |
| Plant and equipment | 15% reducing balance basis |
| Office equipment    | 20% reducing balance basis |
| Motor vehicles      | 25% reducing balance basis |

#### 1.5 STOCK AND WORK IN PROGRESS

Stock and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow-moving stocks.

#### 1.6 DEFERRED TAXATION

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

#### 1.7 OPERATING LEASES

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

#### 1.8 PENSIONS

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

# HYDRA-CAPSULE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - (continued)

| 2. OPERATING PROFIT(LOSS)                            | 1995<br>£  | 1994<br>£    |
|------------------------------------------------------|------------|--------------|
| The operating profit(loss) is stated after charging: |            |              |
| Depreciation of tangible fixed assets - owned        | 18766      | 21728        |
| Hire of plant and machinery - operating leases       | -          | 1228         |
| Directors remuneration                               | 5898       | 19670        |
| Pension costs                                        | <u>725</u> | <u>12725</u> |

This years pension cost is reduced due to the cancellation of a policy for one of the directors.

| 3. TAXATION                          | £           | £            |
|--------------------------------------|-------------|--------------|
| UK Corporation tax at 25%:           |             |              |
| Current                              | 3897        | -            |
| (Over)under provision in prior years | (324)       | 7264         |
| Deferred tax                         | <u>523</u>  | <u>6511</u>  |
|                                      | <u>4096</u> | <u>13775</u> |

## 4. TANGIBLE FIXED ASSETS

|                         | Freehold<br>property<br>£ | Plant<br>and<br>equipment<br>£ | Total<br>£    |
|-------------------------|---------------------------|--------------------------------|---------------|
| <b>COST</b>             |                           |                                |               |
| At 1 April 1994         | 80307                     | 156400                         | 236707        |
| Additions               | -                         | 8733                           | 8733          |
| Disposals               | -                         | (7945)                         | (7945)        |
| At 31 March 1995        | <u>80307</u>              | <u>157188</u>                  | <u>237495</u> |
| <b>DEPRECIATION</b>     |                           |                                |               |
| At 1 April 1994         | 4360                      | 57318                          | 61678         |
| Charge for the year     | 1519                      | 17247                          | 18766         |
| Eliminated on disposals | -                         | (3475)                         | (3475)        |
| At 31 March 1995        | <u>5879</u>               | <u>71090</u>                   | <u>76969</u>  |
| <b>NET BOOK VALUE</b>   |                           |                                |               |
| At 31 March 1995        | <u>74428</u>              | <u>86098</u>                   | <u>160526</u> |
| At 31 March 1994        | <u>75947</u>              | <u>99082</u>                   | <u>175029</u> |

# HYDRA-CAPSULE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - (continued)

|                                      |              |             |                             |                |
|--------------------------------------|--------------|-------------|-----------------------------|----------------|
| 5. DEBTORS                           |              |             | 1995                        | 1994           |
|                                      |              |             | £                           | £              |
| Amounts falling due within one year: |              |             |                             |                |
| Trade debtors                        |              |             | 49410                       | 15410          |
| Prepayments                          |              |             | 6970                        | 2548           |
| Other debtors                        |              |             | 1171                        | 1500           |
|                                      |              |             | <u>57551</u>                | <u>19458</u>   |
| 6. CREDITORS                         |              |             | £                           | £              |
| Amounts falling due within one year: |              |             |                             |                |
| Bank overdraft (secured)             |              |             | 51605                       | 53908          |
| Trade creditors                      |              |             | 18910                       | 7828           |
| Corporation tax                      |              |             | 9197                        | 5624           |
| Other taxation and social security   |              |             | 2953                        | 21455          |
| Accruals                             |              |             | 7122                        | 7556           |
| Directors loans (secured)            |              |             | 70860                       | 22762          |
|                                      |              |             | <u>160647</u>               | <u>119133</u>  |
| 7. DEFERRED TAXATION                 |              |             |                             |                |
|                                      | Provided for |             | Maximum potential liability |                |
|                                      | 1995         | 1994        | 1995                        | 1994           |
|                                      | £            | £           | £                           | £              |
| Accelerated capital allowances       | <u>7034</u>  | <u>6511</u> | <u>7034</u>                 | <u>6511</u>    |
| 8. CALLED-UP SHARE CAPITAL           |              |             | 1995                        | 1994           |
|                                      |              |             | £                           | £              |
| Authorised:                          |              |             |                             |                |
| 2000 ordinary shares of £1 each      |              |             | <u>2000</u>                 | <u>2000</u>    |
| Allotted, called-up and fully paid:  |              |             |                             |                |
| 2000 ordinary shares of £1 each      |              |             | <u>2000</u>                 | <u>2000</u>    |
| 9. PROFIT AND LOSS ACCOUNT           |              |             | £                           | £              |
| At 1 April 1994                      |              |             | 104524                      | 102422         |
| Prior year adjustment                |              |             | -                           | 41355          |
| As restated                          |              |             | 104524                      | 143777         |
| Retained profit(loss) for the year   |              |             | <u>8756</u>                 | <u>(39253)</u> |
| At 31 March 1995                     |              |             | <u>113280</u>               | <u>104524</u>  |