

Abbreviated Accounts
for the Year Ended 31 August 2005
for
Flotronic Pumps Limited



Flotronic Pumps Limited

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for the Year Ended 31 August 2005

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Flotronic Pumps Limited

Company Information
for the Year Ended 31 August 2005

DIRECTORS:

R.G. Partlett
P.C. Dykes
J.B. Wheatley
R Q A Tuffin

SECRETARY:

R.G. Partlett

REGISTERED OFFICE:

Ricebridge House
Brighton Road
Bolney
WEST SUSSEX

REGISTERED NUMBER:

2559708 (England and Wales)

AUDITORS:

GIBSON APPLEBY
Chartered Accountants
REGISTERED AUDITOR
Blenheim House
120 Church Street
Brighton
East Sussex
BN1 1AU

BANKERS:

HSBC Bank plc
153 North Street
Brighton
East Sussex
BN1 1RE

National Westminster Bank plc
24 Church Road
Burgess Hill
West Sussex
RH15 9ZS

Report of the Independent Auditors to
Flotronic Pumps Limited
Under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts on pages three to eight, together with the full financial statements of the company for the year ended 31 August 2005 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 work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, 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 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 consider 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 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 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 on pages three to eight are properly prepared in accordance with those provisions.

Gibson Appleby

GIBSON APPLEBY
Chartered Accountants
REGISTERED AUDITOR
Blenheim House
120 Church Street
Brighton
East Sussex
BN1 1AU

Date: *24 July 2006*

Flotronic Pumps Limited

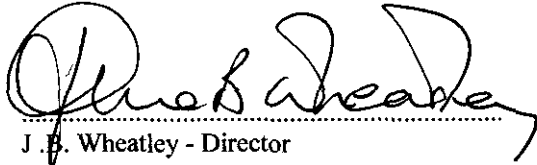
Abbreviated Balance Sheet

31 August 2005

	Notes	31.8.05 £	£	31.8.04 £	£
				Restated	
FIXED ASSETS:					
Intangible assets	2		-		-
Tangible assets	3		319,339		376,245
Investments	4		-		12,544
			<u>319,339</u>		<u>388,789</u>
CURRENT ASSETS:					
Stocks		469,798		443,818	
Debtors		582,943		745,460	
Cash at bank		<u>92,587</u>		<u>62,168</u>	
		1,145,328		1,251,446	
CREDITORS: Amounts falling due within one year	5	<u>682,505</u>		<u>684,303</u>	
NET CURRENT ASSETS:			<u>462,823</u>		<u>567,143</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			782,162		955,932
CREDITORS: Amounts falling due after more than one year	5		<u>52,083</u>		<u>69,037</u>
			<u>£730,079</u>		<u>£886,895</u>
CAPITAL AND RESERVES:					
Called up share capital	6		100		100
Revaluation reserve			99,350		99,350
Profit and loss account			<u>630,629</u>		<u>787,445</u>
SHAREHOLDERS' FUNDS:			<u>£730,079</u>		<u>£886,895</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:


J.B. Wheatley - Director


R.G. Partlett - Director

Approved by the Board on 24.07.06

The notes form part of these abbreviated accounts

1. **ACCOUNTING POLICIES**

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The company has taken advantage of the exemption from the requirement of FRS 1 to prepare a cash flow statement on the grounds that it is a small company.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Intangible fixed assets

Domain names are depreciated in full in the year of expenditure.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Land and buildings	- 10% on cost
Plant and machinery etc	- 25% on cost, 25% on reducing balance and 15% on reducing balance

Stocks

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

Cost includes the relevant proportion of works overheads assuming normal levels of activity. This represents a change in accounting policy this year, and has resulted in prior year adjustment for the additional cost of stock at the 31st August 2004.

Deferred tax

Deferred tax has not been recognised in respect of the timing differences relating to accelerated capital allowances and depreciation. If the company's fixed assets were sold immediately after the balance sheet date at their net book value, which exceeds their tax written down value by £87,361 at that date, the tax payable on the balance would be £26,208 (assuming a tax rate of 30%).

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

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 transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

1. ACCOUNTING POLICIES - continued

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. INTANGIBLE FIXED ASSETS

	<u>Total</u>
	£
COST:	
At 1 September 2004	41,585
Additions	<u>2,956</u>
At 31 August 2005	<u>44,541</u>
AMORTISATION:	
At 1 September 2004	41,585
Charge for year	<u>2,956</u>
At 31 August 2005	<u>44,541</u>
NET BOOK VALUE:	
At 31 August 2005	<u>-</u>

3. TANGIBLE FIXED ASSETS

	<u>Total</u>
	£
COST OR VALUATION:	
At 1 September 2004	1,340,371
Additions	66,879
Disposals	<u>(58,895)</u>
At 31 August 2005	<u>1,348,355</u>
DEPRECIATION:	
At 1 September 2004	964,124
Charge for year	100,329
Eliminated on disposals	<u>(35,437)</u>
At 31 August 2005	<u>1,029,016</u>
NET BOOK VALUE:	
At 31 August 2005	<u>319,339</u>
At 31 August 2004	<u>376,245</u>

Flotronic Pumps Limited

Notes to the Abbreviated Accounts
for the Year Ended 31 August 2005

4. **FIXED ASSET INVESTMENTS**

	£
COST:	
At 1 September 2004	12,544
Disposals	<u>(12,544)</u>
At 31 August 2005	-
NET BOOK VALUE:	
At 31 August 2005	<u>-</u>
At 31 August 2004	<u>12,544</u>

The company's investments at the balance sheet date in the share capital of unlisted companies include the following:

Flotronic Pompen Nederland (FPL) B.V.
Country of incorporation: Holland
Nature of business: Pumps and related articles

	%		
Class of shares:	holding		
Ordinary	100.00		
		31.8.05	31.8.04
		£	£
Aggregate capital and reserves		-	43,359
Loss for the year		<u>-</u>	<u>(14,417)</u>

The original cost of the 100% shareholding was £11,894.

On the 26th January 2004 Flotronic Pumps Limited decided to voluntarily dissolve Flotronic Pompen Nederland (FPL) B.V.

In January 2005 Flotronic Pumps Limited received £44,024 regarding the liquidation of its Dutch subsidiary. This represented repayment of the share capital totalling £11,894 (Euros 18,151) and the distribution of accumulated reserves totalling £32,130 (Euros 46,171) as shown in the financial statements of Flotronic Pompen Nederland (FPL) B.V. in liquidation for the period 1st September 2004 to 31st January 2005.

The aggregate capital & reserves at 31 January 2005 were nil (31/8/2004 - Euros 64,217), and the net profit for the five months to 31 January 2005 was 105 Euros (year to 31/8/2004 - Euros 21,352 net loss) as stated in the financial statements of Flotronic Pompen Nederland (FPL) B.V. in liquidation.

Flotronic Pumps Limited

Notes to the Abbreviated Accounts for the Year Ended 31 August 2005

4. **FIXED ASSET INVESTMENTS - continued**

Process and Control Today Limited

Nature of business: Developing and maintaining web sites

Class of shares:	% holding		
Ordinary	65.00		
		31.8.05	31.8.04
		£	£
Aggregate capital and reserves		21,113	7,834
Profit for the year		<u>13,279</u>	<u>1,295</u>

The original cost of the 65% shareholding was £650.

At the year end, the company was owed £12,550 from Process & Control Today Limited. This amount is included in other debtors.

During the year, Flotronic Pumps Limited has written off, as irrecoverable, amounts due from Process & Control Today Limited totalling £33,141. These amounts relate to the funding of expenditure by Flotronic Pumps Limited on behalf of Process & Control Today Limited.

In August 2005, Flotronic Pumps Limited sold its shareholding in Process & Control Today Limited to its former director, Mr C.H. Dykes, for £18,000. This amount is included in other debtors and was paid in September 2005.

5. **CREDITORS**

The bank hold a fixed charge over the book debts of the company and a floating charge over all the other assets.

6. **CALLED UP SHARE CAPITAL**

Authorised:				
Number:	Class:	Nominal value:	31.8.05	31.8.04
			£	£
1,300	Ordinary	£1	<u>1,300</u>	<u>1,300</u>

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.8.05	31.8.04
			£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

7. **ULTIMATE PARENT COMPANY**

Norris Holdings Limited, a company registered in England, owns 75% of the company's issued share capital.

Flotronic Pumps Limited

Notes to the Abbreviated Accounts for the Year Ended 31 August 2005

8. RELATED PARTY DISCLOSURES

The following amounts were payable during the year to group companies under normal commercial terms. These amounts have been charged in the company's profit and loss account for the year ended 31st August 2005:

Detail	2005 £	2004 £	Group company
Management fees	33,600	22,400	Norris Brothers Ltd
Management fees	22,000	22,000	Hunt Norris Ltd
Research and development	-	11,200	Advanced Intellectual Products Ltd
Light and heat	8,503	9,698	Norris Brothers Ltd
Repairs and renewals	14,069	13,165	ditto
Accountancy and secretarial	52,800	52,800	ditto
Rent and rates	96,978	100,218	ditto
Insurance	4,101	3,844	ditto
	<u>232,051</u>	<u>235,325</u>	

At the balance sheet date, Norris Brothers Limited were owed £41,430 by Flotronic Pumps Limited (2004 £38,485) and Hunt Norris Limited were owed £5,500 (2004 £5,500).

9. PRIOR YEAR ADJUSTMENTS

There has been a change in accounting policy during the year regarding the valuation of stock. The cost of stock now includes a proportion of works overheads assuming normal levels of activity. This additional cost has been estimated at £50,000 at the 31st August 2005.

A prior year adjustment has been made in the accounts to reflect the change in accounting policy for the previous year. Stock at the 31st August 2004 has been increased by £50,000 for the estimated proportion of works overheads.

10. CONTINGENT LIABILITIES

A contingent liability exists at the balance sheet date regarding possible legal action taken by the director, Mr P C Dykes, against the company for unfair dismissal. The financial impact of any such action is not quantifiable at this time.