Report of the Directors and

Financial Statements

for the Year Ended 31 May 2002

for

Valve Control Limited



Valve Control Limited

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for the Year Ended 31 May 2002

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NOT INCLUDED

DIRECTORS:	P E Morden Mrs C A Morden
SECRETARY:	Mrs C A Morden
REGISTERED OFFICE:	12 - 13 Ship Street Brighton East Sussex BN1 1AD
REGISTERED NUMBER:	4210521 (England and Wales)
ACCOUNTANTS:	John A Tuffin & Co Chartered Accountants 12/13 Ship Street Brighton Sussex, BN1 1AD
BANKERS:	National Westminster Bank plc 24 Church Road Burgess Hill West Sussex RH15 9ZS

The directors present their report with the financial statements of the company for the year ended 31 May 2002.

INCORPORATION
The company was incorporated on 3 May 2001 and commenced trading on 1 June 2001.

PRINCIPAL ACTIVITY
The principal activity of the company in the year under review was that of actuator manufacturing and distribution.

DIRECTORS
The directors during the year under review were:

P E Morden
Mrs C A Morden

The beneficial interests of the directors holding office on 31 May 2002 in the issued share capital of the company were as follows:

	31.5.02	at date of appointment
Ordinary £1 shares		
P E Morden	50	50
Mrs C A Morden	50	50

Both the directors, being eligible, offer themselves for election at the forthcoming first Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:

.....
Mrs C A Morden - SECRETARY

Dated: 20-8-02

Valve Control Limited

Profit and Loss Account
for the Year Ended 31 May 2002

	Notes	£	£
TURNOVER			**95,472**
Cost of sales			**40,472**
GROSS PROFIT			**55,000**
Distribution costs		**6,279**	
Administrative expenses		**37,841**	
			44,120
OPERATING PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2		**10,880**
Tax on profit on ordinary activities	3		**1,038**
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION			**9,842**
RETAINED PROFIT CARRIED FORWARD			**£9,842**

The notes form part of these financial statements

Valve Control Limited

Balance Sheet
31 May 2002

	Notes	£	£
FIXED ASSETS:			
Tangible assets	4		**3,913**
CURRENT ASSETS:			
Stocks		**13,162**	
Debtors	5	**20,466**	
Cash at bank		**1,404**	
		35,032	
CREDITORS: Amounts falling due within one year	6	**29,003**	
NET CURRENT ASSETS:			**6,029**
TOTAL ASSETS LESS CURRENT LIABILITIES:			**£9,942**
CAPITAL AND RESERVES:			
Called up share capital	7		**100**
Profit and loss account			**9,842**
SHAREHOLDERS' FUNDS:			**£9,942**

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 May 2002.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2002 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

(a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

Valve Control Limited

Balance Sheet
31 May 2002

These financial statements 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 March 2000).

ON BEHALF OF THE BOARD:

.....
P E Morden - DIRECTOR

.....
Mrs C A Morden - DIRECTOR

Approved by the Board on 20/8/02

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Accounting convention
The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

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

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - 25% 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.

Deferred taxation
Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

2. OPERATING PROFIT

The operating profit is stated after charging:

	£
Depreciation - owned assets	**1,305**
Directors' emoluments and other benefits etc	**7,000**

3. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	£
UK corporation tax	**1,038**

4. **TANGIBLE FIXED ASSETS**

	Plant and machinery etc
	£
COST:	
Additions	**5,218**
At 31 May 2002	**5,218**
DEPRECIATION:	
Charge for year	**1,305**
At 31 May 2002	**1,305**
NET BOOK VALUE:	
At 31 May 2002	**3,913**

5. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	£
Trade debtors	**18,576**
Other debtors	**1,800**
Prepayments	**90**
	20,466

6. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	£
Trade creditors	**11,361**
Directors current accounts	**14,400**
V.A.T.	**537**
Social security & other taxes	**324**
Taxation	**1,038**
Accrued expenses	**1,343**
	29,003

7. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	£
100	Ordinary	£1	100

The following shares were allotted and fully paid for cash at par during the year:

100 Ordinary shares of £1 each