

Registration number 4248607

Anslow Forge Limited

Abbreviated accounts

for the period ended 31 October 2002



Anslow Forge Limited

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Anslow Forge Limited

Directors' report for the period ended 31 October 2002

The directors present their report and the accounts for the period ended 31 October 2002.

Incorporation and change of name

The company was incorporated on 9 July 2001 as Anslow Forge Limited. The company commenced trade on 12 April 2002.

Principal activity and review of the business

The principal activity of the company is the holding company for a group of companies whose principal activities are that of the manufacture and supply of forgings.

Results and dividends

The results for the period are set out on page 5.

The directors do not recommend payment of a final dividend.

Directors and their interests

The directors who served during the period and their interests in the company are as stated below:

	Ordinary shares	
	31/10/02	12/04/02
R M Adams	10,000	10,000
P G Parkes	10,000	10,000
M R McGrath	-	-

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that period.

In preparing these the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Anslow Forge Limited

**Directors' report
for the period ended 31 October 2002**

Auditors

Daw White Murrall were appointed auditors to the company and in accordance with Section 385 of the Companies Act 1985, a resolution proposing their reappointment will be put to the Annual General Meeting.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

This report was approved by the Board on 13 February 2003 and signed on its behalf by

A handwritten signature in black ink, appearing to read 'M R McGrath', with a circular flourish at the end.

M R McGrath
Secretary



DAW WHITE MURRAIL
CHARTERED ACCOUNTANTS

1 GEORGE STREET
WOLVERHAMPTON
WV2 4DG

2 MITRE COURT
LICHFIELD ROAD
SUTTON COLDFIELD
B74 2LZ

**Independent auditors' report to Anslow Forge Limited
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 5 to 13 together with the financial statements of Anslow Forge Limited for the period ended 31 October 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing abbreviated accounts in accordance with Section 246A 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 Section 246A(3) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with that provision 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 full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985 in respect of the period ended 31 October 2002, and the abbreviated accounts on pages 5 to 13 are properly prepared in accordance with that provision.

**Daw White Murrall
Chartered Accountants and
Registered auditors**

**1 George Street
Wolverhampton
WV2 4DG**

13 February 2003

Anslow Forge Limited

**Abbreviated profit and loss account
for the period ended 31 October 2002**

Continuing operations

		2002
	Notes	£
Gross profit		68,571
Administrative expenses		(6,383)
Operating profit	2	<u>62,188</u>
Interest payable and similar charges	3	(8,128)
Profit on ordinary activities before taxation		<u>54,060</u>
Tax on profit on ordinary activities	4	-
Retained profit for the period		<u><u>54,060</u></u>

Statement of total recognised gains and losses

Profit on ordinary activities after taxation	54,060
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Unrealised movement on revaluation of property	475,336
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Total recognised gains relating to the period	<u><u>529,396</u></u>
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The notes on pages 8 to 13 form an integral part of these financial statements.

Anslow Forge Limited

**Abbreviated balance sheet
as at 31 October 2002**

	Notes	2002	
		£	£
Fixed assets			
Tangible assets	5		1,250,000
Investments	6		20,000
			<u>1,270,000</u>
Current assets			
Debtors	7	78,571	
Cash at bank and in hand		1,217	
		<u>79,788</u>	
Creditors: amounts falling due within one year	8	(590,393)	
Net current liabilities			<u>(510,605)</u>
Total assets less current liabilities			759,395
Creditors: amounts falling due after more than one year	9		(210,000)
Net assets			<u>549,395</u>
Capital and reserves			
Called up share capital	10		20,000
Revaluation reserve	11		475,336
Profit and loss account	11		54,059
Equity shareholders' funds	12		<u>549,395</u>

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

The abbreviated accounts were approved by the Board on 13 February 2003 and signed on its behalf by

R M Adams
Director



The notes on pages 8 to 13 form an integral part of these financial statements.

Anslow Forge Limited

**Cash flow statement
for the period ended 31 October 2002**

	Notes	2002 £
Reconciliation of operating profit to net cash inflow from operating activities		
Operating profit		62,188
(Increase) in debtors		(78,571)
Increase in creditors		530,392
Net cash inflow from operating activities		<u>514,009</u>
Cash flow statement		
Net cash inflow from operating activities		514,009
Returns on investments and servicing of finance	15	(8,128)
Capital expenditure	15	(774,664)
Acquisitions and disposals	15	(20,000)
		<u>(288,783)</u>
Financing	15	380,000
Increase in cash in the period		<u>91,217</u>
Reconciliation of net cash flow to movement in net debt (Note 16)		
Increase in cash in the period		91,217
Cash inflow from decrease in debts and lease financing		(360,000)
Net debt at 31 October 2002		<u>(268,783)</u>

Anslow Forge Limited

Notes to the abbreviated financial statements for the period ended 31 October 2002

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1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention modified to include the revaluation of certain fixed assets.

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 or valuation less residual value of each asset over its expected useful life, as follows:

Land and buildings - Straight line over twenty five years

1.4. Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.5. 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.

1.6. Group accounts

The company is entitled to the exemption under Section 248 of the Companies Act 1985 from the obligation to prepare group accounts.

2. Operating profit

2002

£

Operating profit is stated after charging:

Auditors' remuneration

2,500

3. Interest payable and similar charges

2002

£

On bank loans and overdrafts

8,128

Anslow Forge Limited

Notes to the abbreviated financial statements for the period ended 31 October 2002

..... continued

4. Tax on profit on ordinary activities

Analysis of charge in period	2002 £
UK corporation tax at 19.00%	-
Total current tax charge	-
Tax on profit on ordinary activities	-

Factors affecting tax charge for period

The tax assessed for the period is lower than the standard rate of corporation tax in the UK (19 per cent). The differences are explained below:

	2002 £
Profit on ordinary activities before taxation	(54,060)
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19%	(10,271)
Utilisation of tax losses	10,271
Current tax charge for period	-

5. Tangible fixed assets

	Land and buildings freehold £	Total £
Cost or valuation		
Additions	774,664	774,664
Revaluation	475,336	475,336
At 31 October 2002	1,250,000	1,250,000
Net book value		
At 31 October 2002	1,250,000	1,250,000

Land and buildings were revalued during the period by Chestertons on the basis of open market value.

Anslow Forge Limited

Notes to the abbreviated financial statements for the period ended 31 October 2002

6. Fixed asset investments	Subsidiary undertakings shares £	Total £
Cost		
Additions	20,000	20,000
At 31 October 2002	<u>20,000</u>	<u>20,000</u>
Net book value		
At 31 October 2002	<u>20,000</u>	<u>20,000</u>

6.1. Holdings of 20% or more

The company holds 20% or more of the share capital of the following companies:

Company	Country of registration or incorporation	Nature of business	Shares held class	Proportion of shares held
Subsidiary undertaking				
Smethwick Drop Forge Limited	England	Metal forgings	Ordinary	100%
Platts Forge Limited	England	Metal forgings	Ordinary	100%

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves £	Profit for the year £
Smethwick Drop Forge Limited	81,117	71,117
Platts Forge Limited	228,304	20,369

7. Debtors	2002 £
Other debtors	10,000
Prepayments and accrued income	68,571
	<u>78,571</u>

Anslow Forge Limited

**Notes to the abbreviated financial statements
for the period ended 31 October 2002**

..... continued

8. Creditors: amounts falling due within one year	2002 £
Bank loan	60,000
Amounts owed to group undertaking	527,893
Accruals and deferred income	2,500
	<u>590,393</u>

The bank borrowings are secured by a fixed and floating charge over the assets of the company under the banks standard debenture.

9. Creditors: amounts falling due after more than one year	2002 £
Bank loan	<u>210,000</u>
Loans	
Repayable in one year or less, or on demand (Note 8)	60,000
Repayable between one and two years	60,000
Repayable between two and five years	150,000
	<u>270,000</u>

10. Share capital	2002 £
Authorised equity	
50,000 Ordinary shares of £1 each	<u>50,000</u>
Allotted, called up and fully paid equity	
20,000 Ordinary shares of £1 each	<u>20,000</u>

Anslow Forge Limited

Notes to the abbreviated financial statements for the period ended 31 October 2002

..... continued

11. Equity Reserves	Revaluation reserve £	Profit and loss account £	Total £
Revaluation of property	475,336		475,336
Retained profit for the period		54,059	54,059
At 31 October 2002	<u>475,336</u>	<u>54,059</u>	<u>529,395</u>

12. Reconciliation of movements in shareholders' funds	2002 £
Profit for the period	54,059
Net proceeds of equity share issue	20,000
Other recognised gains or losses	475,336
Net addition to shareholders' funds	<u>549,395</u>

13. Contingent liabilities

Anslow Forge Limited has undertaken an unlimited cross company guarantee dated 10th May 2002 in respect of the bank borrowings of the group. At the 31st October 2002 consolidated group bank borrowing amounted to £495,501.

Anslow Forge Limited

Notes to the abbreviated financial statements for the period ended 31 October 2002

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14. Transactions with directors

The following directors had interest free loans during the period. The movements on these loans are as follows:

	Amount owing 2002 £	Maximum in period £
P G Parkes	<u>10,000</u>	<u>10,000</u>

The bank borrowings are in part guaranteed by charges over certain life policies of R M Adams and P G Parkes.

15. Gross cash flows

	2002 £
Returns on investments and servicing of finance	
Interest paid	<u>(8,128)</u>
Capital expenditure	
Payments to acquire tangible assets	<u>(774,664)</u>
Acquisitions and disposals	
Payments on acquisition of group interests	<u>(20,000)</u>
Financing	
Issue of ordinary share capital	20,000
New long term bank loan	390,000
Repayment of long term bank loan	<u>(30,000)</u>
	<u>380,000</u>

Anslow Forge Limited

**Notes to the abbreviated financial statements
for the period ended 31 October 2002**

..... continued

16. Analysis of changes in net funds

	Cash flows	Other changes	Closing balance
	£	£	£
Cash at bank and in hand	1,217		1,217
Debt due within one year	(60,000)	-	(60,000)
Debt due after one year	(300,000)	90,000	(210,000)
	<u>(360,000)</u>	<u>90,000</u>	<u>(270,000)</u>
Net funds	<u>(358,783)</u>	<u>90,000</u>	<u>(268,783)</u>