

DELTA ENGINEERING HOLDINGS LIMITED

ACCOUNTS

2006



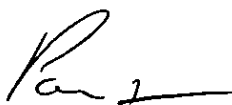
Registered in England and Wales No. 00751922

DELTA ENGINEERING HOLDINGS LIMITED**BALANCE SHEET****AS AT 30 DECEMBER 2006**

	<u>Notes</u>	At 30 December 2006 £'000	At 31 December 2005 £'000
Fixed assets			
Investments			
Subsidiary undertakings	2(a)	3,237	3,237
Joint ventures	2(b)	4	4
		<u>3,241</u>	<u>3,241</u>
Current assets			
Debtors Amounts falling due within one year	3	45,010	45,010
Creditors Amounts falling due within one year	4	(3,237)	(3,237)
Net current assets		<u>41,773</u>	<u>41,773</u>
Total assets less current liabilities		<u>45,014</u>	<u>45,014</u>
Net assets		<u>45,014</u>	<u>45,014</u>
Capital and reserves			
Called up share capital	5	1,000	1,000
Profit and loss account	6	44,014	44,014
Equity shareholders' funds		<u>45,014</u>	<u>45,014</u>

- a) For the year ended 30 December 2006 the company was entitled to exemption under section 249AA(1) of the Companies Act 1985
- b) Members have not required the company to obtain an audit in accordance with section 249B(2) of the Companies Act 1985
- c) The directors acknowledge their responsibility for
- ensuring the company keeps accounting records which comply with section 221, and
 - preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year, and of its profit or loss for the financial year, in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company

These accounts were approved by the Board of Directors on 23 May 2007 and are signed on its behalf by



P R Marriott
Director

DELTA ENGINEERING HOLDINGS LIMITED

NOTES TO THE ACCOUNTS **FOR THE YEAR ENDED 30 DECEMBER 2006**

1. ACCOUNTING PRINCIPLES AND POLICIES

The accounts are prepared in accordance with historical cost accounting rules, modified to include the revaluation of certain fixed assets

The accounts have been prepared in accordance with applicable accounting standards in the United Kingdom and have been applied consistently in the current and prior year

Consolidated accounts

The company is a wholly owned subsidiary of Delta plc and in accordance with Section 228 (1) of the Companies Act 1985, consolidated accounts have not been prepared

Related party disclosures

The company is also exempt under the terms of Financial Reporting Standard 8 from disclosing related party transactions with entities that are part of Delta plc group

Investments in subsidiary undertakings

The company accounts for investments in subsidiary undertakings by the equity method, whereby the original cost of the investments is adjusted for the movement in underlying net assets applicable to the investments since their date of acquisition with an adjustment to the company's revaluation reserve, except where the investment is considered to be impaired. In such cases an impairment charge is recorded in the company's profit and loss account

Investments in joint ventures

Investments in joint ventures are stated at the group's share of underlying net asset values. Decreases in these net asset values including currency translation differences are dealt with through the profit and loss account, as are any increases in net asset values up to the value of the cumulative amounts previously written off through the profit and loss account

Fair value of financial assets and financial liabilities

The carrying amounts of cash and bank balances, trade and other current receivables and payables approximate their respective fair values due to the relatively short-term maturing of these financial instruments

2. INVESTMENTS

(a)	Shares in subsidiary undertakings (1)	Loans to subsidiary companies	Total
	£'000	£'000	£'000
As at 31 December 2005 and 30 December 2006	<u>3,237</u>	<u>-</u>	<u>3,237</u>

(i) The book value of shares is equivalent to the issued share capital and reserves of the subsidiary companies. In the opinion of the directors, the aggregate value of the company's assets consisting of shares in (and amounts receivable from) group companies is not less than the aggregate amount at which the investments are stated in the balance sheet

(ii) The historical cost of shares in subsidiary companies is £13,479,000 (2005 £13,479,000)

(iii) The loans to subsidiary companies in the United Kingdom are interest free and repayable on demand. There is no intention to demand repayment in the foreseeable future

(iv) Particulars of investments in subsidiary companies are given in Note 8

DELTA ENGINEERING HOLDINGS LIMITED**NOTES TO THE ACCOUNTS****FOR THE YEAR ENDED 30 DECEMBER 2006 (Continued)****2. INVESTMENTS (continued)**

(b) <u>Joint venture</u>	At 30 December 2006 £'000	At 31 December 2005 £'000
Original cost in respect of Shares	525	525
Reserves	1,082	1,082
	1,607	1,607
Additional loans	415	415
	2,022	2,022
Provision against losses	(2,018)	(2,018)
Net worth	4	4

Particulars of the investment in the joint venture is given in Note 8

3. DEBTORS

	At 30 December 2006 £'000	At 31 December 2005 £'000
Amounts due within one year		
Loan to parent company	45,010	45,010

The loan to parent company is interest free and repayable on demand

4. CREDITORS

	At 30 December 2006 £'000	At 31 December 2005 £'000
Amounts due within one year		
Amounts owed to group companies	3,237	3,237

The amounts owed to group companies are interest free, and repayable on demand

5 CALLED UP SHARE CAPITAL

	Total <u>Ordinary</u> <u>Shares</u> £'000
Authorised.	
At 31 December 2005 and 30 December 2006	
1,000,000 ordinary shares of £1 each	1,000
Called up share capital – allotted, issued and fully paid:	
At 31 December 2005 and 30 December 2006	
1,000,000 ordinary shares of £1 each	1,000

DELTA ENGINEERING HOLDINGS LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30 DECEMBER 2006 (Continued)

6. RESERVES

	<u>Profit and Loss account</u> £'000
Balance at 31 December 2005	44,014
Profit for the financial period	-
Balance at 30 December 2006	<u>44,014</u>

7 CONTINGENT LIABILITIES

- (a) The company is registered under the group registration for Value Added Tax and is jointly liable for the amount of tax of £63,000 at 30 December 2006 (2005 £nil) in respect of the ultimate parent undertaking and certain UK fellow group undertakings
- (b) The company is an agent of Delta Industries Limited. In the event that Delta Industries Limited failed to meet an obligation that the company had entered into on its behalf, the company would be responsible for any liabilities that arose

8 PARTICULARS OF INVESTMENTS

(a) In group companies

Controlled directly by company (100% of ordinary shares)

<u>Name of group company</u>	<u>Nature of business</u>
Investment Tooling International Limited	Toolmaking
Delta Capillary Products Limited	Non Trading
Aldway Building Products Limited	Non Trading
Altus Engineering Co (Corsham) Limited (in liquidation)	Non Trading
Aldway (DBB) Limited (in liquidation)	Non Trading
Druryway Samba Limited (in liquidation)	Non Trading
Aldway Nine Limited (in liquidation)	Non Trading
Aldway Group Services Limited (in liquidation)	Non Trading
Aldway Industrial Products Limited (in liquidation)	Non Trading
Investment Engineering Limited (in liquidation)	Non Trading
Lancashire Repetition Limited (in liquidation)	Non Trading
Aldway NVSP Limited (in liquidation)	Non Trading
Thomas Porter & Son (Glasgow) Limited (in liquidation)	Non Trading
Aldway Ten Limited (in liquidation)	Non Trading

All companies are incorporated in Great Britain

(b) In joint venture (50% Ordinary Shares)

The Bowling Back Land Co Ltd	Incorporated in Great Britain	Non Trading
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9. ULTIMATE PARENT COMPANY AND CONTROLLING PARTY

The ultimate and immediate parent company and ultimate controlling party is Delta plc, a company registered in the United Kingdom and registered in England and Wales. Delta plc is the parent undertaking of the largest and smallest group which included the company and for which group accounts are prepared. Copies of the consolidated financial statements of Delta plc can be obtained at the registered office, 2nd Floor, Bridewell Gate, 9 Bridewell Place, London, EC4V 6AW