

Registration number 01013881

Myford Limited
Financial statements
for the year ended 30th September 2005



C. J. LUCKING & CO.
CHARTERED ACCOUNTANTS
Nottingham

Myford Limited

Company information

Incorporated	In England on 9th June 1971
Company number	01013881
Directors	C. M. Moore Miss J. S. Moore
Secretary	Miss J. S. Moore
Registered office	Wilmot Lane Chilwell Road Beeston Nottingham NG9 1ER
Bankers	H S B C Bank PLC The Square Beeston Nottingham NG9 2AN
Accountants	C J Lucking & Co, Chartered Accountants 34 Cross Street Long Eaton Nottingham NG10 1HD

Myford Limited

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The following page does not form part of the statutory accounts

Detained trading profit and loss account

Myford Limited

Directors' report for the year ended 30th September 2005

The directors present their report and the financial statements for the year ended 30th September 2005.

Principal activity

The principal activity of the company is the manufacture and sale of machine tools and related accessories.

Directors and their interests

The directors of the company during the year and their beneficial interests in the company's ordinary issued share capital, and those of other group companies, were as follows:

	30th September 2005		1st October 2004	
	Myford Limited	Myford (Holdings) Ltd	Myford Limited	Myford (Holdings) Ltd
C. M. Moore	-	37,345	-	37,345
Miss J. S. Moore	-	36,435	-	36,435

In addition Mr C. M. Moore has a non-beneficial interest in 220,665 (2004: 220,665) and Miss J. S. Moore has a non-beneficial interest in 202,790 (2004: 202,790) ordinary shares in Myford (Holdings) Limited as trustees of Moore family settlements.

In accordance with the Articles of Association, Mr C. M. Moore retires by rotation and offers himself for re-election.

Small company exemptions

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

Jennifer S. Moore

J. S. Moore
Secretary

Wilmot Lane
Chilwell Road
Beeston
Nottingham
NG9 1ER
12th July 2006

Myford Limited

**Accountants' report to the directors
on the unaudited financial statements of
Myford Limited**

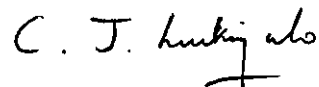
In order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the profit and loss account, the balance sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the company's board of directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's board of directors that we have done so, and state those matters that we have agreed to state to them in this 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 and the company's board of directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet for the year ended 30 September 2005 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.



Nottingham
12th July 2006

C J Lucking & Co
Chartered Accountants

Myford Limited

**Profit and loss account
for the year ended 30th September 2005**

		2005	2004
	Notes	£	£
Turnover	2	890,951	969,396
Cost of sales		(534,974)	(611,673)
Gross profit		<u>355,977</u>	<u>357,723</u>
Net operating expenses			
Distribution costs		(37,336)	(46,156)
Administrative expenses		(491,813)	(509,573)
Operating loss	3	<u>(173,172)</u>	<u>(198,006)</u>
Investment income		<u>17,225</u>	<u>15,349</u>
Loss on ordinary activities before taxation		(155,947)	(182,657)
Tax on loss on ordinary activities	5	<u>-</u>	<u>(41,607)</u>
Loss on ordinary activities after taxation		(155,947)	(224,264)
Retained loss for the year		<u>(155,947)</u>	<u>(224,264)</u>
Retained profit brought forward	11	1,359,288	1,583,552
Retained profit carried forward	11	<u>1,203,341</u>	<u>1,359,288</u>

The notes on pages 6 to 10 form an integral part of these financial statements.

Myford Limited

Balance sheet as at 30th September 2005

		2005		2004	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	6		47,471		64,441
Current assets					
Stocks		1,382,546		1,458,070	
Debtors	7	77,305		97,684	
Cash at bank and in hand		363,947		401,257	
		<u>1,823,798</u>		<u>1,957,011</u>	
Creditors: amounts falling due within one year	8	<u>(73,301)</u>		<u>(67,537)</u>	
Net current assets			1,750,497		1,889,474
Net assets			<u>1,797,968</u>		<u>1,953,915</u>
Capital and reserves					
Called up share capital	10		240,000		240,000
Share premium account	11		354,627		354,627
Profit and loss account	11		1,203,341		1,359,288
Shareholders' funds			<u>1,797,968</u>		<u>1,953,915</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 10 form an integral part of these financial statements.

Myford Limited

Balance sheet (continued)

**Directors' statements required by Section 249B(4)
for the year ended 30th September 2005**

In approving these financial statements as directors of the company we hereby confirm:

- (a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ;
- (b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 30th September 2005 and
- (c) that we acknowledge our responsibilities for:
 - (1) ensuring that the company keeps accounting records which comply with Section 221, and
 - (2) preparing financial statements 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

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

The financial statements were approved by the Board on 12th July 2006 and signed on its behalf by



C. M. Moore
Director

The notes on pages 6 to 10 form an integral part of these financial statements.

Myford Limited

Notes to the financial statements for the year ended 30th September 2005

1. Accounting policies

1.1 Basis of accounting

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

1.2 Basis of preparation of accounts

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Although this company is a wholly owned subsidiary, it has taken advantage of the exemption from preparing group accounts under section 248, not 228, as the parent company itself does not prepare consolidated accounts

1.3. Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's ordinary activities stated net of value added tax.

1.4. Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation and impairments.

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

Alterations to leasehold property	- 20% straight line
Plant and machinery	- 20% reducing balance
Fixtures and fittings	- 10% straight line
Computer equipment	- 20% straight line
Office equipment	- 20% straight line
Motor cars and vans	- 25% reducing balance

1.5. Operating leases

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

Myford Limited

Notes to the financial statements for the year ended 30th September 2005

..... continued

1 Accounting policies (continued)

1.6. Stocks and work in progress

Stocks and work in progress are valued at the lower of cost and net realisable value on a 'first in first out' basis after making due allowance for obsolete and slow moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.7. Deferred taxation

Provision is made for taxation deferred using the liability method in respect of all timing differences between the incidences income and expenditure for taxation purposes that have originated but not reversed at the balance sheet date.

1.8. Pensions

Defined contribution pension scheme

The company operates a defined contribution pension scheme for certain employees and the payments are charged to the profit and loss account as and when they are due.

2. Turnover

In the opinion of the directors, 20% of the turnover of the company is attributable to geographical markets outside the UK (2004: 33%).

3. Operating loss

	2005	2004
	£	£
Operating loss is stated after charging:		
Pension costs	62,308	21,480
Loss on disposal of assets	1,126	1,883
	<hr/>	<hr/>
Depreciation of tangible fixed assets (note 6):		
Assets held under operating leases	2,031	6,233
Owned assets	13,586	14,903
	<hr/>	<hr/>
	15,617	21,136

4. Directors' emoluments

	2005	2004
	£	£
Remuneration and other benefits	146,885	112,056

Myford Limited

Notes to the financial statements for the year ended 30th September 2005

..... continued

5. Tax on loss on ordinary activities

Analysis of charge for the year	2005 £	2004 £
UK current taxation		
UK corporation tax	-	(1,055)
Deferred taxation		
- transferred from deferred taxation	-	42,662
	<u>-</u>	<u>41,607</u>

6. Tangible fixed assets	Alterations to leasehold property £	Office equipment £	Computer equipment £	Plant and machinery £	Fixtures and fittings £	Cars and vans £	Total £
Cost							
At 1 October 2004	138,123	24,653	42,574	784,878	23,244	60,254	1,073,726
Disposals	-	(1,140)	(7,687)	-	-	(13,905)	(22,732)
At 30 September 2005	<u>138,123</u>	<u>23,513</u>	<u>34,887</u>	<u>784,878</u>	<u>23,244</u>	<u>46,349</u>	<u>1,050,994</u>
Depreciation							
At 1 October 2004	134,098	22,134	39,862	755,163	20,776	37,252	1,009,285
On disposals	-	(1,139)	(7,274)	-	-	(12,966)	(21,379)
Charge for the year	2,031	712	999	5,911	420	5,544	15,617
At 30 September 2005	<u>136,129</u>	<u>21,707</u>	<u>33,587</u>	<u>761,074</u>	<u>21,196</u>	<u>29,830</u>	<u>1,003,523</u>
Net book values							
At 30 September 2005	<u>1,994</u>	<u>1,806</u>	<u>1,300</u>	<u>23,804</u>	<u>2,048</u>	<u>16,519</u>	<u>47,471</u>
At 30 September 2004	<u>4,025</u>	<u>2,519</u>	<u>2,712</u>	<u>29,715</u>	<u>2,468</u>	<u>23,002</u>	<u>64,441</u>

7. Debtors: amounts falling due within one year	2005 £	2004 £
Trade debtors	61,465	71,810
Other debtors	8,085	17,316
Prepayments and accrued income	7,755	8,558
	<u>77,305</u>	<u>97,684</u>

Myford Limited

Notes to the financial statements for the year ended 30th September 2005

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8. Creditors: amounts falling due within one year	2005 £	2004 £
Trade creditors	32,949	29,811
Other taxes and social security costs	21,516	17,939
Other creditors	1,785	1,836
Accruals and deferred income	17,051	17,951
	<u>73,301</u>	<u>67,537</u>

9. Deferred taxation

The company has a potential deferred taxation asset comprising the following:

	2005 £ unprovided	2004 £ unprovided
Decelerated capital allowances	12,681	13,392
Unrelieved taxation losses	<u>84,877</u>	<u>59,015</u>
	<u>97,558</u>	<u>72,407</u>

Deferred taxation is based on a corporation tax rate of 19% (2004: 19%).

In the opinion of the directors it is unlikely that the deferred taxation asset will be recovered and therefore no provision has been made.

10. Share capital	2005 £	2004 £
Authorised		
240,100 Ordinary shares of £1 each of £1 each	<u>240,100</u>	<u>240,100</u>
Allotted, called up and fully paid		
240,000 Ordinary shares of £1 each of £1 each	<u>240,000</u>	<u>240,000</u>

11. Reserves	Share premium account £	Profit and loss account £	Total £
At 1 October 2004	354,627	1,359,288	1,713,915
Loss for the year	-	(155,947)	(155,947)
At 30 September 2005	<u>354,627</u>	<u>1,203,341</u>	<u>1,557,968</u>

Myford Limited
Notes to the financial statements
For the year ended 30th September 2005

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12 Pension commitments

Defined contribution pension schemes

The company operated a defined contribution pension scheme for its directors and certain other senior employees. The assets of the scheme are held in an independently administered fund. Contributions amounting to £55,000 (2004: £15,000) were paid by the company to the funds and are included in the profit and loss account.

13. Transactions with directors and related parties

Throughout the year the company has been controlled by its parent company, Myford (Holdings) Limited, a company incorporated in England. The parent company is under the control of the Moore family who are the major shareholders of that company. There were no transactions between the directors or other related parties and the company.