

REGISTERED NUMBER: 1244285 (England and Wales)

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 JANUARY 2005
FOR
HEDLEY HYDRAULICS LTD



HEDLEY HYDRAULICS LTD

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FOR THE YEAR ENDED 31 JANUARY 2005**

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HEDLEY HYDRAULICS LTD
COMPANY INFORMATION
FOR THE YEAR ENDED 31 JANUARY 2005

DIRECTORS:

R A Haigh
D H Oldfield
J M Brown

SECRETARY:

J M Brown

REGISTERED OFFICE:

12 Greenhead Road
HUDDERSFIELD
West Yorkshire
HD1 4EN

REGISTERED NUMBER:

1244285 (England and Wales)

AUDITORS:

Walker & Sutcliffe
Chartered Accountants
Registered Auditors
12 Greenhead Road
Huddersfield
West Yorkshire
HD1 4EN

**REPORT OF THE INDEPENDENT AUDITORS TO
HEDLEY HYDRAULICS LTD
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages three to five, together with the full financial statements of the company for the year ended 31 January 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 five are properly prepared in accordance with those provisions.

Walker & Sutcliffe

Walker & Sutcliffe
Chartered Accountants
Registered Auditors
12 Greenhead Road
Huddersfield
West Yorkshire
HD1 4EN

5 September 2005

HEDLEY HYDRAULICS LTD
ABBREVIATED BALANCE SHEET
31 JANUARY 2005

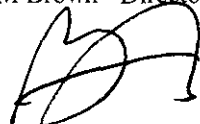
		2005		2004	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		72,592		93,360
CURRENT ASSETS:					
Stocks		234,184		320,075	
Debtors		712,395		647,784	
Cash at bank and in hand		283		223	
		<u>946,862</u>		<u>968,082</u>	
CREDITORS: Amounts falling due within one year	3	<u>733,617</u>		<u>687,982</u>	
NET CURRENT ASSETS:			<u>213,245</u>		<u>280,100</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>285,837</u>		<u>373,460</u>
CREDITORS: Amounts falling due after more than one year	3		<u>63,162</u>		<u>54,832</u>
			<u>£222,675</u>		<u>£318,628</u>
CAPITAL AND RESERVES:					
Called up share capital	4		1,000		1,000
Profit and loss account			<u>221,675</u>		<u>317,628</u>
SHAREHOLDERS' FUNDS:			<u>£222,675</u>		<u>£318,628</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 M Brown - Director



R A Haigh - Director

Approved by the Board on 5 September 2005

The notes form part of these abbreviated accounts

HEDLEY HYDRAULICS LTD
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 JANUARY 2005

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 June 2002).

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	- 10% on cost
Fixtures, Fittings, Office & Computer Equipment	- 20% on cost
Motor vehicles	- 25% on reducing balance

Stocks

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

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

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.

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions

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

HEDLEY HYDRAULICS LTD
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 JANUARY 2005

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 February 2004	319,439
Additions	1,463
	<hr/>
At 31 January 2005	320,902
	<hr/>
DEPRECIATION:	
At 1 February 2004	226,078
Charge for year	22,232
	<hr/>
At 31 January 2005	248,310
	<hr/>
NET BOOK VALUE:	
At 31 January 2005	72,592
	<hr/>
At 31 January 2004	93,360
	<hr/>

3. CREDITORS

The following secured debts are included within creditors:

	2005	2004
	£	£
Bank overdrafts	251,983	96,696
	<hr/>	<hr/>

4. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2005	2004
			£	£
10,000	Ordinary	£1	10,000	10,000
			<hr/>	<hr/>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2005	2004
			£	£
1,000	Ordinary	£1	1,000	1,000
			<hr/>	<hr/>

5. ULTIMATE PARENT COMPANY

The company is a wholly owned subsidiary of Hedley Hydraulics (Holdings) Limited, a company incorporated in England and Wales.

6. RELATED PARTY DISCLOSURES

The company's premises are rented from its parent company, to which rent of £28,500 (2004 £28,500) was paid in the year. Indebtedness by the parent company was £45,905 (2004 £42,759).

The company also made both sales and purchases, on normal commercial terms and inclusive of VAT, to its fellow subsidiary, Hedley Connectors Limited of £56,991 (2004 £56,448) and £15,475 (2004 £7,994), respectively. Net indebtedness was £213,341 (2004 £144,281) due by Hedley Connectors Limited.