

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2003

FOR

HEDLEY HYDRAULICS LTD



HEDLEY HYDRAULICS LTD

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FOR THE YEAR ENDED 31 JANUARY 2003**

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HEDLEY HYDRAULICS LTD
COMPANY INFORMATION
FOR THE YEAR ENDED 31 JANUARY 2003

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

HEDLEY HYDRAULICS LTD

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

We have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the year ended 31 January 2003 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements 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 financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements 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 financial statements and that the abbreviated financial statements 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 financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements 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

Dated: 10 June 2003

HEDLEY HYDRAULICS LTD
ABBREVIATED BALANCE SHEET
31 JANUARY 2003

		2003		2002	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		113,955		180,182
CURRENT ASSETS:					
Stocks		447,463		382,854	
Debtors		701,097		646,060	
Cash at bank and in hand		136		110	
		1,148,696		1,029,024	
CREDITORS: Amounts falling due within one year		644,434		674,394	
NET CURRENT ASSETS:			504,262		354,630
TOTAL ASSETS LESS CURRENT LIABILITIES:			618,217		534,812
CREDITORS: Amounts falling due after more than one year			(80,652)		(112,412)
PROVISIONS FOR LIABILITIES AND CHARGES:			(13,000)		-
			£524,565		£422,400
CAPITAL AND RESERVES:					
Called up share capital	3		1,000		1,000
Profit and loss account			523,565		421,400
SHAREHOLDERS' FUNDS:			£524,565		£422,400

These abbreviated financial statements have 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:


J M Brown - DIRECTOR


R A Haigh - DIRECTOR

Approved by the Board on 10 June 2003

The notes form part of these financial statements

HEDLEY HYDRAULICS LTD

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2003

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 or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold Land & Buildings	- 2% on cost
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. Under the Financial Reporting Standard for Smaller Entities (effective June 2002) the recognition of deferred tax arising from timing differences and the creation of a provision for deferred tax liabilities is required. Previously no provision was made where deferred tax liabilities were not expected to crystallise. The 2002 financial statements have not been restated as the effect of this change is not considered material.

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 FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2003

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 February 2002	374,557
Additions	31,182
Disposals	(89,470)
	<u>316,269</u>
At 31 January 2003	<u>316,269</u>
DEPRECIATION:	
At 1 February 2002	194,375
Charge for year	27,373
Eliminated on disposals	(19,434)
	<u>202,314</u>
At 31 January 2003	<u>202,314</u>
NET BOOK VALUE:	
At 31 January 2003	<u>113,955</u>
At 31 January 2002	<u>180,182</u>

3. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2003	2002
			£	£
10,000	Ordinary	£1	<u>10,000</u>	<u>10,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2003	2002
			£	£
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>

4. ULTIMATE PARENT COMPANY

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

5. RELATED PARTY DISCLOSURES

The company's premises are rented from its parent company, to which rent of £26,125 (2002 Nil) was paid in the year.