

Registration number: 1525523

Universal Boltforgers Limited

Director's Report and Financial Statements
for the Year Ended 31 December 2005

RFAS Consulting Limited
9 Ganton Road
Bloxwich
Walsall
West Midlands
WS3 3XQ



Universal Boltforgers Limited

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The following pages do not form part of the statutory financial statements:

Detailed profit and loss account	13 to 15
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Universal Boltforgers Limited

Officers and Advisers

Director	P D Watkins
Secretary	S Bailey
Registered office	28 Dudley Road West Tividale Oldbury West Midlands B69 2PJ
Bankers	Barclays Bank plc 44 - 46 Castle Street Shrewsbury Shropshire SY1 2BU
Accountants	RFAS Consulting Limited 9 Ganton Road Bloxwich Walsall West Midlands WS3 3XQ

Universal Boltforgers Limited
Director's Report for the Year Ended 31 December 2005

The director presents his report and the financial statements for the year ended 31 December 2005.

Directors' responsibilities

Directors are required by company law to prepare financial statements which give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for the period ending on that date. In preparing those financial statements, directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether the Financial Reporting Standard for Smaller Entities has been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on a 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 enable them to ensure the financial statements comply with the Companies Act 1985. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Principal activity

The principal activity of the company is manufacturing hot forged bolts and other associated compents used mainly in rail infrastructure .The company sucessfully undertook a complete relocation to it's new premises located at Dudley Road West during the second quarter of the year. The costs of relocation are included in the year's results and have not materially affected the overall result. This relocation has now given the company a firm platform for the continued future prosperity.

Director and his interests

The director who held office during the year and his beneficial interest in the shares of the company was as follows:

	Ordinary shares of £1 each	
	End of year No.	Start of year No.
P D Watkins	9,000	9,000

Election to dispense laying accounts

In accordance with s.252, Companies Act 1985, the company has elected to dispense with laying accounts before the members in general meeting. Members, however, may by notice in writing to the company at its registered office require that accounts are laid before the members in general meeting.

Small company provisions

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

Universal Boltforgers Limited
Director's Report for the Year Ended 31 December 2005

..... *continued*

Approved by the Board on 1 February 2006 and signed on its behalf by:

..... 

P D Watkins
Director

Accountants' Report to the Director on the Unaudited Financial Statements of Universal Boltforgers Limited

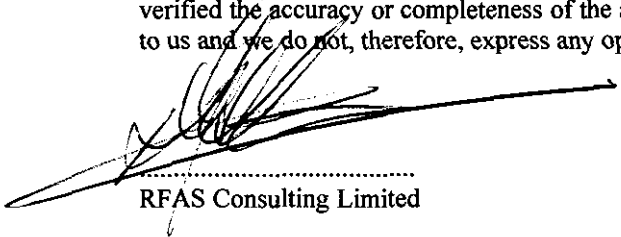
In accordance with the engagement letter dated 1 May 2005, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Balance Sheet, and the related notes from the accounting records and information and explanations 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 as at 31 December 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.



RFAS Consulting Limited

9 Ganton Road
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WS3 3XQ

1 February 2006

Universal Boltforgers Limited
Profit and Loss Account for the Year Ended 31 December 2005

	Note	2005 £	2004 £
Turnover	2	1,695,413	1,466,965
Cost of sales		(1,205,327)	(1,058,177)
Gross profit		<u>490,086</u>	<u>408,788</u>
Administrative expenses		(402,908)	(331,525)
Operating profit	3	<u>87,178</u>	<u>77,263</u>
Interest payable and similar charges		(35,199)	(27,128)
Profit on ordinary activities before taxation		<u>51,979</u>	<u>50,135</u>
Retained loss brought forward		(51,186)	(101,321)
Retained profit/(loss) carried forward		<u><u>793</u></u>	<u><u>(51,186)</u></u>

The notes on pages 8 to 12 form an integral part of these financial statements.

Universal Boltforgers Limited
Balance Sheet as at 31 December 2005

		2005		2004	
	Note	£	£	£	£
Fixed assets					
Tangible assets	7		118,848		80,741
Current assets					
Stocks	8	102,054		145,717	
Debtors	9	381,403		404,638	
Cash at bank and in hand		16,565		14,293	
		<u>500,022</u>		<u>564,648</u>	
Creditors: Amounts falling due within one year	10	<u>(554,077)</u>		<u>(628,230)</u>	
Net current liabilities			<u>(54,055)</u>		<u>(63,582)</u>
Total assets less current liabilities			64,793		17,159
Creditors: Amounts falling due after more than one year	11		<u>-</u>		<u>(4,345)</u>
Net assets			<u>64,793</u>		<u>12,814</u>
Capital and reserves					
Called up share capital	12		9,000		9,000
Share premium reserve			55,000		55,000
Profit and loss reserve			793		(51,186)
Equity shareholders' funds			<u>64,793</u>		<u>12,814</u>


The notes on pages 8 to 12 form an integral part of these financial statements.

Universal Boltforgers Limited
Balance Sheet as at 31 December 2005 (continued)

For the financial year ended 31 December 2005, the company was entitled to exemption from audit under section 249A(1) of the Companies Act 1985; and no notice has been deposited under section 249B(2) requesting an audit. The director acknowledges his responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the 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 Companies Act 1985, so far as applicable to the company.

The financial statements 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 January 2005).

These accounts were approved by the Director on 1 February 2006


.....
P D Watkins
Director

The notes on pages 8 to 12 form an integral part of these financial statements.

Universal Boltforgers Limited

Notes to the Financial Statements for the Year Ended 31 December 2005

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

Cash flow statement

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirements to prepare such a statement.

Going concern

These financial statements have been prepared on a going concern basis.

Turnover

Turnover represents the invoiced value of sales of goods, net of value added tax.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Plant and machinery	15% on reducing balance
Fixtures and fittings	15% on reducing balance
Motor vehicles	20% on reducing balance
Tooling	33% on reducing balance

Stock

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

Hire purchase and finance lease contracts

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and are depreciated over their useful lives. The capital elements of future obligations under the leases are included as liabilities in the balance sheet. The interest element of the rental obligation is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Assets acquired under instalment finance agreements are treated as tangible fixed assets and depreciation is provided accordingly. The capital element of future finance payments is included within creditors. Finance charges are allocated to accounting periods over the length of the contract.

Pensions

The company operates a defined contribution pension scheme. Contributions are charged in the profit and loss account as they become payable in accordance with the rules of the scheme.

Universal Boltforgers Limited

Notes to the Financial Statements for the Year Ended 31 December 2005

..... continued

2 Turnover

The company's turnover represents the value, excluding value added tax, of goods and services supplied to customers during the year.

3 Operating profit

Operating profit is stated after charging/(crediting):

	2005 £	2004 £
Profit on sale of fixed assets	-	(4,217)
Depreciation of tangible fixed assets	<u>18,816</u>	<u>15,333</u>

4 Director's emoluments

The director's emoluments for the year are as follows:

	2005 £	2004 £
Director's pension contributions	12,639	9,925
Director's emoluments (including benefits in kind)	<u>42,602</u>	<u>41,934</u>
	<u>55,241</u>	<u>51,859</u>

5 Particulars of employees

The aggregate payroll costs of these persons were as follows:

	2005 £	2004 £
Wages and salaries	571,554	534,303
Social security	4,833	4,765
Other pension costs	<u>12,639</u>	<u>9,925</u>
	<u>589,026</u>	<u>548,993</u>

Universal Boltforgers Limited

Notes to the Financial Statements for the Year Ended 31 December 2005

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6 Taxation

Analysis of current period tax charge

	2005 £	2004 £
Total tax on profit on ordinary activities	<u>-</u>	<u>-</u>

7 Tangible fixed assets

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Other tangibles £	Total £
Cost					
As at 1					
January 2005	287,907	61,486	12,735	118,767	480,895
Additions	<u>8,100</u>	<u>48,825</u>	<u>-</u>	<u>-</u>	<u>56,925</u>
As at 31					
December 2005	<u>296,007</u>	<u>110,311</u>	<u>12,735</u>	<u>118,767</u>	<u>537,820</u>
Depreciation					
As at 1					
January 2005	231,111	51,474	3,184	114,387	400,156
Charge for the year	<u>9,048</u>	<u>6,396</u>	<u>1,908</u>	<u>1,464</u>	<u>18,816</u>
As at 31					
December 2005	<u>240,159</u>	<u>57,870</u>	<u>5,092</u>	<u>115,851</u>	<u>418,972</u>
Net book value					
As at 31					
December 2005	<u>55,848</u>	<u>52,441</u>	<u>7,643</u>	<u>2,916</u>	<u>118,848</u>
As at 31					
December 2004	<u>56,796</u>	<u>10,012</u>	<u>9,551</u>	<u>4,380</u>	<u>80,739</u>

8 Stock and work in progress

	2005 £	2004 £
Stocks	104,096	145,717
Specific stock provision	<u>(2,042)</u>	<u>-</u>
	<u>102,054</u>	<u>145,717</u>

Universal Boltforgers Limited

Notes to the Financial Statements for the Year Ended 31 December 2005

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9 Debtors

	2005 £	2004 £
Trade debtors	380,607	397,182
Other debtors	796	1,180
Prepayments and accrued income	-	6,276
	<u>381,403</u>	<u>404,638</u>

10 Creditors: Amounts falling due within one year

	2005 £	2004 £
Bank loans and overdrafts	-	5,833
Obligations under finance leases and hire purchase contracts	4,345	5,854
Trade creditors	208,278	190,327
Social security and other taxes	54,232	54,031
Other creditors	283,222	350,677
Director current accounts	-	20,597
Accruals and deferred income	4,000	911
	<u>554,077</u>	<u>628,230</u>

11 Creditors: Amounts falling due after more than one year

	2005 £	2004 £
Obligations under finance leases and hire purchase contracts	-	4,345

12 Share capital

	2005 £	2004 £
Authorised		
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
Allotted, called up and fully paid		
9,000 Ordinary shares of £1 each	<u>9,000</u>	<u>9,000</u>

Universal Boltforgers Limited
Notes to the Financial Statements for the Year Ended 31 December 2005

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13 Related parties

Controlling entity

The company is controlled by the director who owns 100 % of the called up share capital