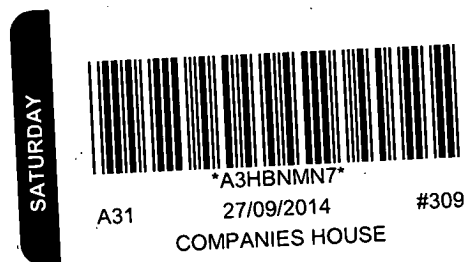


**Earnest Machine Products Company Limited**

**Abbreviated accounts**

**for the year ended 31 December 2013**

**Registration number 03893042**



# **Earnest Machine Products Company Limited**

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# LANCASTER ■ CLEMENTS

CHARTERED CERTIFIED ACCOUNTANTS

Registered Auditors

Regulated for a range of investment business activities by the  
Association of Chartered Certified Accountants

## **Independent auditors' report to Earnest Machine Products Company Limited under Section 449 of the Companies Act 2006**

We have examined the abbreviated accounts set out on pages 2 to 5 together with the financial statements of Earnest Machine Products Company Limited for the year ended 31 December 2013 prepared under Section 396 of the Companies Act 2006.

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. 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 auditor's 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 audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of the directors and the auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

### **Basis of opinion**

We conducted our work in accordance with Bulletin 2008/4 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin 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.

### **Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with those provisions.

**Paul Smith (senior statutory auditor)**

**For and on behalf of Lancaster Clements Limited**

**Chartered Certified Accountants and**

**Registered Auditors**

**Stanley House**

**27 Wellington Road**

**Bilston**

**West Midlands**

**WV14 6AH**

**26 September 2014**

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**Earnest Machine Products Company Limited**

**Abbreviated balance sheet  
as at 31 December 2013**

|   |              | <b>2013</b>      |                      | <b>2012</b>      |                      |
|---|--------------|------------------|----------------------|------------------|----------------------|
|   | <b>Notes</b> | <b>£</b>         | <b>£</b>             | <b>£</b>         | <b>£</b>             |
| <b>Fixed assets</b>                                   |              |                  |                      |                  |                      |
| Tangible assets                                       | <b>2</b>     |                  | 19,348               |                  | 17,199               |
| <b>Current assets</b>                                 |              |                  |                      |                  |                      |
| Stocks  |              | 431,684          |                      | 373,880          |                      |
| Debtors   |              | 171,363          |                      | 186,316          |                      |
| Cash at bank and in hand                              |              | 28,899           |                      | 32,091           |                      |
|   |              | <u>631,946</u>   |                      | <u>592,287</u>   |                      |
| <b>Creditors: amounts falling due within one year</b> |              | <u>(597,989)</u> |                      | <u>(581,766)</u> |                      |
| <b>Net current assets</b>                             |              |                  | <u>33,957</u>        |                  | <u>10,521</u>        |
| <b>Total assets less current liabilities</b>          |              |                  | <u>53,305</u>        |                  | <u>27,720</u>        |
| <b>Provisions for liabilities</b>                     |              |                  | <u>(2,950)</u>       |                  | <u>(2,380)</u>       |
| <b>Net assets</b>                                     |              |                  | <u><u>50,355</u></u> |                  | <u><u>25,340</u></u> |
| <b>Capital and reserves</b>                           |              |                  |                      |                  |                      |
| Called up share capital                               | <b>3</b>     |                  | 10,000               |                  | 10,000               |
| Profit and loss account                               |              |                  | 40,355               |                  | 15,340               |
| <b>Shareholders' funds</b>                            |              |                  | <u><u>50,355</u></u> |                  | <u><u>25,340</u></u> |

These abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 and the Financial Reporting Standard for Smaller Entities (effective April 2008) relating to small companies.

The abbreviated accounts were approved by the Board on 17 September 2014 and signed on its behalf by



**Kirk Phillip Zehnder**  
Director

Company registration number 03893042

# **Earnest Machine Products Company Limited**

## **Notes to the abbreviated financial statements for the year ended 31 December 2013**

### **1. Accounting policies**

#### **1.1. Accounting convention**

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

#### **1.2. Turnover**

Turnover represents the total value, excluding value added tax, of goods sold and services provided during the year falling within the company's ordinary activities.

#### **1.3. Tangible fixed assets and depreciation**

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

|                                  |   |                            |
|----------------------------------|---|----------------------------|
| Plant and machinery              | - | 20% reducing balance basis |
| Fixtures, fittings and equipment | - | 15% reducing balance basis |

#### **1.4. Leasing**

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

#### **1.5. Stock**

Stock is valued at the lower of cost and net realisable value. Cost represents the purchase price on a first in first out basis. Net realisable value represents the estimated selling price during the normal course of business.

#### **1.6. Pensions**

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

#### **1.7. Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the profit and loss account.

# **Earnest Machine Products Company Limited**

## **Notes to the abbreviated financial statements for the year ended 31 December 2013**

### **1. Accounting policies (continued)**

#### **1.8. Deferred taxation**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions: Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold; Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable; tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted. Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

| <b>2. Fixed assets</b> | <b>Tangible<br/>fixed<br/>assets<br/>£</b> |
|------------------------|--|
| <b>Cost</b>            |  |
| At 1 January 2013      | 44,402                                     |
| Additions              | 6,125                                      |
| At 31 December 2013    | <u>50,527</u>                              |
| <b>Depreciation</b>    |  |
| At 1 January 2013      | 27,203                                     |
| Charge for year        | 3,976                                      |
| At 31 December 2013    | <u>31,179</u>                              |
| <b>Net book values</b> |  |
| At 31 December 2013    | <u>19,348</u>                              |
| At 31 December 2012    | <u>17,199</u>                              |

**Earnest Machine Products Company Limited**

**Notes to the abbreviated financial statements  
for the year ended 31 December 2013**

| <b>3. Share capital</b>                   | <b>2013</b> | <b>2012</b> |
|---|-------------|-------------|
|   | <b>£</b>    | <b>£</b>    |
| <b>Authorised</b>                         |             |             |
| 10,000 Ordinary shares of £1 each         | 10,000      | 10,000      |
|   | <hr/>       | <hr/>       |
| <b>Allotted, called up and fully paid</b> |             |             |
| 10,000 Ordinary shares of £1 each         | 10,000      | 10,000      |
|   | <hr/>       | <hr/>       |
| <b>Equity Shares</b>                      |             |             |
| 10,000 Ordinary shares of £1 each         | 10,000      | 10,000      |
|   | <hr/>       | <hr/>       |

**4. Ultimate parent undertaking**

The parent company is Earnest Machine Products Co., a company registered in the United States of America.