

PETER FANNING POLYFORM LIMITED

ABBREVIATED

FINANCIAL STATEMENTS

30 JUNE 2000

Registered number: 975813

JOHN A TUFFIN & CO

CHARTERED ACCOUNTANTS

12/13 SHIP STREET
BRIGHTON
BN1 1AD



PETER FANNING POLYFORM LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 30 June 2000

CONTENTS

	Page
Company information	1
Directors' report	2
Statement of directors' responsibilities	3
Auditors' report	4
Profit and loss account	5
Balance sheet	6
Cash flow statement	7
Notes	8

The following pages do not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix 1
Schedule to the detailed trading and profit and loss account	Appendix 2

PETER FANNING POLYFORM LIMITED

COMPANY INFORMATION

30 June 2000

NUMBER	975813
CHAIRMAN	C L Fecher
OTHER DIRECTORS	J R Ross D E Moore
SECRETARY	C L Fecher
REGISTERED OFFICE	Goldstone Lane Hove Sussex
AUDITORS	John A Tuffin & Co Chartered Accountants 12/13 Ship Street Brighton BN1 1AD

PETER FANNING POLYFORM LIMITED

DIRECTORS' REPORT

30 June 2000

The directors present their report and the audited financial statements for the year ended 30 June 2000.

Principal activity

The principal activity of the company is the manufacture of plastic goods.

Business review

The company's balance sheet as detailed on page 6 shows a satisfactory position, shareholders' funds amounting to £393,607.

Results and dividends

The results for the year are shown in the profit and loss account on page 5.

An ordinary dividend amounting to £129,500 is proposed.

Fixed assets

In the opinion of the directors, there is no significant difference between the present market value of the company's properties and the amounts at which they are stated in the accounts. Details are set out in note 8.

Directors

The directors of the company during the year and their interests in the shares of the company as recorded in the register of directors' interests were as follows:

	30 June 2000 Ordinary shares	1 July 1999 Ordinary shares
C L Fecher	6,500	6,500
J R Ross	3,500	3,500
D E Moore	-	-

Auditors

The Company has elected to dispense with the annual appointment of auditors. In the absence of a specific resolution to the contrary, John A Tuffin & Co will continue in office.

On behalf of the board

Goldstone Lane
Hove
Sussex

C L Fecher
Secretary

Dated 18 May 2001

PETER FANNING POLYFORM LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

30 June 2000

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the 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 to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of the board



C. L. Fether
Chairman

PETER FANNING POLYFORM LIMITED

Auditors' report to
Peter Fanning Polyform Limited
under section 247B of the Companies Act 1985

We have examined the abbreviated financial statements set out on pages 5 to 16, together with the financial statements of the company for the year ended 30 June 2000 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 246A 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 section 246A(3) 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.

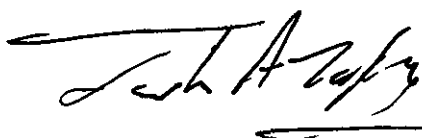
Basis of opinion

We have carried out the procedures we considered 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 does 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 section 246A(3) of the Companies Act 1985, and the abbreviated financial statements on pages 5 to 16 are properly prepared in accordance with those provisions.

12/13 Ship Street
Brighton
BN1 1AD



John A Tuffin & Co
Registered Auditors
Chartered Accountants

Dated 21 Aug. 2001...

PETER FANNING POLYFORM LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT

for the year ended 30 June 2000

	Note	2000 £	1999 £
Gross profit		1,604,704	1,200,774
Net operating expenses			
Distribution costs		(116,402)	(121,299)
Administrative expenses		(1,175,923)	(1,096,814)
Other operating income		-	93
Operating profit/(loss)	3	312,379	(17,246)
Interest payable	5	(70,895)	(72,524)
Profit/(loss) on ordinary activities before taxation		241,484	(89,770)
Taxation	6	(47,812)	29,105
Profit/(loss) on ordinary activities after taxation		193,672	(60,665)
Dividends	7	(129,500)	(60,000)
Retained profit/(loss) for the year	18	64,172	(120,665)

Movements in reserves are shown in the notes to the financial statements.

None of the company's activities were acquired or discontinued during the above two financial years.

There are no recognised gains and losses in 2000 or 1999 other than the profit/(loss) for the year.

PETER FANNING POLYFORM LIMITED

ABBREVIATED BALANCE SHEET

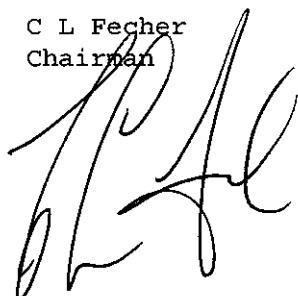
at 30 June 2000

	Note	2000 £	1999 £
Fixed assets			
Tangible assets	8	601,625	636,798
Current assets			
Stocks	10	145,629	130,230
Debtors	11	869,823	703,515
Cash at bank and in hand		598	532
		<u>1,016,050</u>	<u>834,277</u>
Creditors: amounts falling due within one year	12	<u>(922,001)</u>	<u>(746,433)</u>
Net current assets		<u>94,049</u>	<u>87,844</u>
Total assets less current liabilities		<u>695,674</u>	<u>724,642</u>
Creditors: amounts falling due after more than one year	13	<u>(302,068)</u>	<u>(395,207)</u>
		<u>393,606</u>	<u>329,435</u>
Capital and reserves			
Called up share capital	16	10,000	10,000
Share premium account	17	28,000	28,000
Profit and loss account	18	355,607	291,435
Total shareholders' funds	15	<u>393,607</u>	<u>329,435</u>

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

The abbreviated financial statements on pages 5 to 16 were approved by the board of directors on *18 Aug 2001* and signed on its behalf by:

C L Fecher
Chairman



J R Ross
Director



PETER FANNING POLYFORM LIMITED
 ABBREVIATED CASH FLOW STATEMENT
 for the year ended 30 June 2000

	Note	2000		1999	
		£	£	£	£
Net cash inflow from operating activities	19	301,383		270,462	
Returns on investments and servicing of finance					
Interest paid		(48,995)		(50,659)	
Interest element of finance lease rental payments		(21,900)		(21,865)	
			(70,895)		(72,524)
Taxation					
Corporation tax received/(paid)		2,259		(19,639)	
Capital expenditure and financial investment					
Purchase of tangible fixed assets		(76,049)		(43,317)	
Sale of tangible fixed assets		300		4,300	
			(75,749)		(39,017)
			156,998		139,282
Equity dividends paid			(129,500)		(60,000)
			27,498		79,282
Financing					
Debt due within a year:					
Bank loan (repayments)/advances		(11,792)		49,549	
Debt due beyond a year:					
Bank loan advances/(repayments)		1,028		(3,016)	
Capital element of finance lease rentals		(82,114)		(110,955)	
			(92,878)		(64,422)
(Decrease)/increase in cash	20	(65,380)		14,860	

PETER FANNING POLYFORM LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30 June 2000

1 Accounting policies

Basis of accounting

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost convention.

Turnover

Turnover represents the amount derived from the provision of goods and services after deduction of trade discounts and value added tax.

Tangible fixed assets

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Leasehold land and buildings	Over the period of the lease
Computers	25% of net book value
Plant and machinery	15% of net book value
Motor vehicles	25% of net book value
Fixtures and fittings	15% of net book value

Leases and hire purchase contracts

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of the lease in such a way as to give a reasonably constant charge on the outstanding liability.

Rentals paid under operating leases are charged to income as incurred.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis.

Net realisable value is based on estimated selling price less the estimated cost of disposal.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Pensions

Defined contribution scheme

Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

2 Turnover

The turnover for the year was derived from the company's principal activity. Exports from the United Kingdom totalled £243,900.

PETER FANNING POLYFORM LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30 June 2000

3 Operating profit/(loss)

	2000 £	1999 £
Operating profit/(loss) is stated after crediting		
Interest receivable	-	93
and after charging		
Staff costs (note 4)	1,474,399	1,321,450
Auditors' remuneration	7,335	7,000
Operating leases		
Hire of plant and machinery	30,904	24,434
Hire of assets other than plant & machinery	3,699	9,420
Loss on sale of assets	3,302	7
Depreciation of tangible fixed assets (note 8)		
Owned assets	107,620	111,498

4 Directors and employees

	2000 £	1999 £
Staff costs including directors' emoluments		
Wages and salaries	1,474,399	1,316,431
Pension costs	-	5,019
	1,474,399	1,321,450
Average monthly number employed including executive directors:	Number 103	Number 108
Directors	£	£
Emoluments	105,162	105,650
Company contributions to money purchase pension schemes	-	5,019
	105,162	110,669

Defined contribution pension scheme

The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £0 (1999 £5,019). No contributions were payable to the fund at 30 June 2000.

PETER FANNING POLYFORM LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30 June 2000

5 Interest payable

	2000 £	1999 £
Bank loan interest	19,033	23,137
Loan from associated company	823	925
Hire purchase interest	21,900	21,865
Invoice discounting charges	29,139	26,597
	<u>70,895</u>	<u>72,524</u>

6 Taxation

	2000 £	1999 £
UK Corporation tax:		
Current tax on income for the period at 20% (1999 20%)	46,141	(1,605)
Advance corporation taxation	-	(27,500)
Adjustments in respect of prior periods	1,671	-
	<u>47,812</u>	<u>(29,105)</u>

7 Dividends

	2000 £	1999 £
Interim dividends paid	<u>129,500</u>	<u>60,000</u>

PETER FANNING POLYFORM LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30 June 2000

8 Tangible fixed assets

Cost	Motor Vehicles £	Plant and Machinery £	Fixtures and Fittings £	Land and Buildings £	Computer Equipment £	Total £
1 July 1999	119,377	926,234	69,942	128,144	35,094	1,278,791
Additions	18,830	44,954	-	1,010	11,255	76,049
Disposals	(11,385)	-	-	-	-	(11,385)
30 June 2000	126,822	971,188	69,942	129,154	46,349	1,343,455
Depreciation						
1 July 1999	55,188	488,807	49,489	17,883	30,626	641,993
Charge for the year	19,854	72,357	3,068	8,410	3,931	107,620
Disposals	(7,783)	-	-	-	-	(7,783)
30 June 2000	67,259	561,164	52,557	26,293	34,557	741,830
Net book amount						
30 June 2000	59,563	410,024	17,385	102,861	11,792	601,625
1 July 1999	64,189	437,427	20,453	110,261	4,468	636,798

The net book amount of fixed assets includes £261,893 (1999 £282,751) in respect of assets held under finance leases and hire purchase contracts, the depreciation of which is shown in note 3.

9 Tangible fixed assets (continued)

	2000 £	1999 £
Short leasehold	102,861	110,261

10 Stocks

	2000 £	1999 £
Raw materials and goods in production	145,629	130,230
	145,629	130,230

PETER FANNING POLYFORM LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30 June 2000

11 Debtors

	2000	1999
	£	£
Amounts falling due within one year		
Trade debtors	826,889	701,910
Due from family of a director	3,175	1,605
Prepayments and accrued income	39,759	-
	<u>869,823</u>	<u>703,515</u>

12 Creditors: amounts falling due within one year

	2000	1999
	£	£
Bank loans and overdrafts	189,494	106,794
Trade creditors	316,902	264,085
Amounts owed to associated company: note 21	9,000	9,000
Corporation tax	48,466	-
Other taxation and social security	164,894	161,992
Other creditors	875	2,610
Accruals and deferred income	113,276	105,866
Obligations under finance leases and hire purchase contracts - note 13	79,094	96,086
	<u>922,001</u>	<u>746,433</u>

PETER FANNING POLYFORM LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30 June 2000

13 Creditors: amounts falling due
after more than one year

	2000 £	1999 £
Other liabilities		
Bank loans	191,924	219,942
Obligations under finance leases and hire purchase contracts	110,143	175,265
	<u>302,067</u>	<u>395,207</u>
Maturity of bank borrowing		
In one year or less, or on demand - see note 12	189,494	106,794
In more than one year but not more than two years	31,299	26,952
In more than two years but not more than five years	109,245	130,428
In more than five years	51,380	62,562
	<u>381,418</u>	<u>326,736</u>
Amounts falling due after more than five years:		
Bank loans	<u>22,333</u>	<u>62,562</u>
Obligations under finance leases and hire purchase contracts		
These are repayable over varying periods by monthly instalments as follows:		
In the next year - see note 12	79,094	96,086
In the second to fifth years	110,142	175,265
	<u>189,236</u>	<u>271,351</u>

The bank loans and overdrafts are secured on the company's debts and other assets. The bank loans are subject to interest at 2.5% over the base rate of HSBC plc.

PETER FANNING POLYFORM LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30 June 2000

14 Financial Commitments

The following annual rentals are committed in respect of non-cancellable operating leases:

	2000		1999	
	£		£	
	Land & Buildings	Other	Land & Buildings	Other
Leases which expire:				
Within one year	-	8,136	-	-
In two to five years	-	16,364	24,500	-
After five years	174,212	-	164,000	-
	<u>174,212</u>	<u>-</u>	<u>164,000</u>	<u>-</u>

15 Reconciliation of movements in shareholders' funds

	2000	1999
	£	£
Profit/(loss) for the financial year	193,672	(60,665)
Dividends	(129,500)	(60,000)
Net addition to/(subtraction from) shareholders' funds	64,172	(120,665)
Opening shareholders' funds	329,435	450,100
Closing shareholders' funds	393,607	329,435

16 Called up share capital

	2000		1999	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary Shares of £1.00	10,000	10,000	10,000	10,000
Allotted called up and fully paid				
Ordinary Shares	10,000	10,000	10,000	10,000

PETER FANNING POLYFORM LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30 June 2000

17 Share premium account

2000
£1 July 1999
and
30 June 200028,000

18 Profit and loss account

2000
£1 July 1999
Retained profit for the year291,435
64,172

30 June 2000

355,607

19 Notes to the cash flow statement

Reconciliation of operating profit/(loss)
to operating cash flows2000
£1999
£Operating profit/(loss)
Depreciation charges
Loss on sale of fixed assets
(Increase)/decrease in stocks
(Increase)/decrease in debtors
Increase in creditors312,379
107,620
3,302
(15,399)
(167,913)
61,394(17,246)
111,498
7
33,607
111,996
30,600Net cash inflow
from operating activities301,383270,462

PETER FANNING POLYFORM LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30 June 2000

20 Notes to the cash flow statement (continued)

Analysis of changes in net debt

	At start of year £	Cash flows £	Other changes £	At end of year £
Cash at bank and in hand	532	66	-	598
Bank overdrafts	(11,367)	(65,447)	-	(76,814)
		<u>(65,381)</u>		
Debt due within 1 year	(95,427)	11,792	(29,045)	(112,680)
Debt due after 1 year	(219,942)	(1,028)	29,045	(191,925)
Finance leases	(271,351)	82,114	-	(189,237)
		<u>92,878</u>		
Total	<u>(597,555)</u>	<u>27,497</u>	<u>-</u>	<u>(570,058)</u>

Reconciliation of net cash flow to movement in net debt

	2000 £	1999 £
(Decrease)/increase in cash in the year	(65,381)	14,860
Cash outflow from decrease in debt and lease financing	<u>92,878</u>	<u>64,423</u>
Change in net debt resulting from cash flows	27,497	79,283
New finance leases	-	(114,313)
Movement in net debt in the year	<u>27,497</u>	<u>(35,030)</u>
Net debt at 1 July 1999	(597,555)	(562,525)
Net debt at 30 June 2000	<u>(570,058)</u>	<u>(597,555)</u>

21 Related parties

The company trades from premises leased from a company in which C L Fecher Esq. has a material interest. The lease was granted in 1991 for a period of 21 years at full market rent.