

Abbreviated Financial Statements

for the Year Ended 30 June 2001

for

Peter Fanning Polyform Limited



Peter Fanning Polyform Limited

Contents of the Financial Statements
for the Year Ended 30 June 2001

	Page
Company Information	1
Report of the Directors	2
Report of the Auditors on the Abbreviated Financial Statements	4
Abbreviated Profit and Loss Account	5
Abbreviated Balance Sheet	6
Cash Flow Statement	7
Notes to the Cash Flow Statement	8
Notes to the Abbreviated Financial Statements	10

Peter Fanning Polyform Limited

Company Information
for the Year Ended 30 June 2001

DIRECTORS: C L Fecher
J R G Ross

SECRETARY: C L Fecher

REGISTERED OFFICE: Goldstone Lane
Hove
East Sussex
BN3 7BB

REGISTERED NUMBER: 975813 (England and Wales)

AUDITORS: John A Tuffin & Co
Registered Auditors
Chartered Accountants
12/13 Ship Street
Brighton
Sussex, BN1 1AD

The directors present their report with the financial statements of the company for the year ended 30 June 2001.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the manufacture of plastic goods.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

DIVIDENDS

Interim dividends per share were paid as follows:

£1.60	- 30 July 2000
£1.60	- 21 August 2000
£2.00	- 19 October 2000
£1.60	- 8 December 2000
£2.00	- 30 January 2001
£1.60	- 16 March 2001
£1.60	- 9 May 2001
£12	

The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 30 June 2001 will be £120,000.

DIRECTORS

The directors during the year under review were:

C L Fecher
J R G Ross

The beneficial interests of the directors holding office on 30 June 2001 in the issued share capital of the company were as follows:

	30.6.01	1.7.00
Ordinary £1.00 shares		
C L Fecher	6,500	6,500
J R G Ross	3,500	3,500

STATEMENT OF DIRECTORS' RESPONSIBILITIES

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

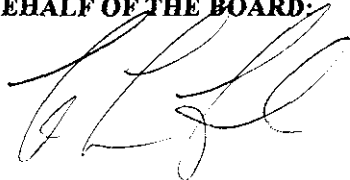
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

Peter Fanning Polyform Limited

Report of the Directors
for the Year Ended 30 June 2001

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:

A handwritten signature in dark ink, appearing to be 'C L Fecher', written in a cursive style.

C L Fecher - SECRETARY

Dated: 29th April 2002

Peter Fanning Polyform Limited

Report of the Independent Auditors to

Peter Fanning Polyform Limited

Under Section 247B of the Companies Act 1985

We have examined the abbreviated financial statements on pages five to sixteen, together with the full financial statements of the company for the year ended 30 June 2001 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 that provision and to report our opinion to you.

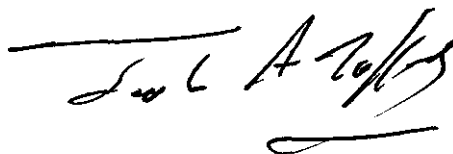
Basis of audit opinion

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 Section 246A(3) of the Companies Act 1985, and the abbreviated financial statements on pages five to sixteen are properly prepared in accordance with that provision.

John A Tuffin & Co
Registered Auditors
Chartered Accountants
12/13 Ship Street
Brighton
Sussex, BN1 1AD



Dated: 29 April 2002

Peter Fanning Polyform Limited

Abbreviated Profit and Loss Account
for the Year Ended 30 June 2001

	Notes	30.6.01 £	30.6.00 £
GROSS PROFIT		1,431,656	1,605,771
Administrative expenses		1,369,077	1,322,532
OPERATING PROFIT	3	62,579	283,239
Interest payable and similar charges	4	36,765	41,756
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		25,814	241,483
Tax on profit on ordinary activities	5	6,530	47,812
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		19,284	193,671
Dividends	6	120,000	129,500
		(100,716)	64,171
Retained profit brought forward		355,606	291,435
RETAINED PROFIT CARRIED FORWARD		£254,890	£355,606

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current and previous years.

Peter Fanning Polyform Limited

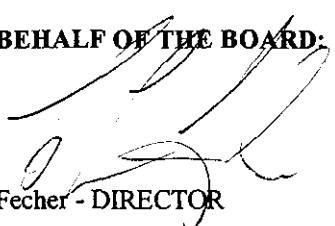
Abbreviated Balance Sheet

30 June 2001

	Notes	30.6.01 £	£	30.6.00 £	£
FIXED ASSETS:					
Tangible assets	7		586,705		601,625
CURRENT ASSETS:					
Stocks	8	187,884		145,629	
Debtors	9	932,763		869,823	
Cash at bank and in hand		974		598	
		1,121,621		1,016,050	
CREDITORS: Amounts falling due within one year	10	1,177,179		922,003	
NET CURRENT (LIABILITIES)/ASSETS:			(55,558)		94,047
TOTAL ASSETS LESS CURRENT LIABILITIES:			531,147		695,672
CREDITORS: Amounts falling due after more than one year	11		238,257		302,066
			£292,890		£393,606
CAPITAL AND RESERVES:					
Called up share capital	14		10,000		10,000
Share premium	15		28,000		28,000
Profit and loss account			254,890		355,606
SHAREHOLDERS' FUNDS:	17		£292,890		£393,606

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

ON BEHALF OF THE BOARD:


C L Fecher - DIRECTOR


J R G Ross - DIRECTOR

Approved by the Board on 29th April 2002

The notes form part of these financial statements

Peter Fanning Polyform Limited

**Cash Flow Statement
for the Year Ended 30 June 2001**

	Notes	30.6.01 £	£	30.6.00 £	£
Net cash inflow from operating activities	1		81,310		262,420
Returns on investments and servicing of finance	2		(36,765)		(41,756)
Taxation			(1,075)		-
Capital expenditure	2		(37,322)		(75,749)
Equity dividends paid			(120,000)		(129,500)
			<u>(113,852)</u>		<u>15,415</u>
Financing	2		(119,434)		(95,956)
Decrease in cash in the period			<u>£(233,286)</u>		<u>£(80,541)</u>
Reconciliation of net cash flow to movement in net debt	3				
Decrease in cash in the period			(233,286)		(80,541)
Cash outflow/(inflow) from decrease/(increase) in debt and lease financing			<u>90,886</u>		<u>(93,150)</u>
Change in net debt resulting from cash flows			(142,400)		(173,691)
New finance leases			(57,990)		-
Movement in net debt in the period			<u>(200,390)</u>		<u>(173,691)</u>
Net debt at 1 July			<u>(349,087)</u>		<u>(175,396)</u>
Net debt at 30 June			<u>£(549,477)</u>		<u>£(349,087)</u>

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 30 June 2001

1. **RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	30.6.01 £	30.6.00 £
Operating profit	62,579	283,239
Depreciation charges	109,735	107,620
Loss on sale of fixed assets	497	3,302
Increase in stocks	(42,255)	(15,399)
Increase in debtors	(102,699)	(162,479)
Increase in creditors	53,453	46,137
Net cash inflow from operating activities	<u>81,310</u>	<u>262,420</u>

2. **ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

	30.6.01 £	30.6.00 £
Returns on investments and servicing of finance		
Interest paid	(18,147)	(19,856)
Interest element of hire purchase or finance lease rentals payments	<u>(18,618)</u>	<u>(21,900)</u>
Net cash outflow for returns on investments and servicing of finance	<u>(36,765)</u>	<u>(41,756)</u>
Capital expenditure		
Purchase of tangible fixed assets	(39,323)	(76,049)
Sale of tangible fixed assets	<u>2,001</u>	<u>300</u>
Net cash outflow for capital expenditure	<u>(37,322)</u>	<u>(75,749)</u>
Financing		
Loan repayments in year	(27,247)	(82,114)
Hire purchase debt repaid	<u>(92,187)</u>	<u>(13,842)</u>
Net cash outflow from financing	<u>(119,434)</u>	<u>(95,956)</u>

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.7.00 £	Cash flow £	Other non-cash changes £	At 30.6.01 £
Net cash:				
Cash at bank and in hand	598	376		974
Bank overdrafts	(160,449)	(233,662)		(394,111)
	<u>(159,851)</u>	<u>(233,286)</u>		<u>(393,137)</u>
Debt:				
Hire purchase or finance leases	(189,236)	90,886	(57,990)	(156,340)
	<u>(189,236)</u>	<u>90,886</u>	<u>(57,990)</u>	<u>(156,340)</u>
Total	<u>(349,087)</u>	<u>(142,400)</u>	<u>(57,990)</u>	<u>(549,477)</u>
Analysed in Balance Sheet				
Cash at bank and in hand	598			974
Bank overdrafts	(160,449)			(394,111)
Hire purchase or finance leases				
within one year	(79,094)			(80,394)
after one year	(110,142)			(75,946)
	<u>(349,087)</u>			<u>(549,477)</u>

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

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.

Leasehold property	- in accordance with the property
Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Stocks

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

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

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.

Pensions

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

2. STAFF COSTS

	30.6.01	30.6.00
	£	£
Wages and salaries	1,638,000	1,463,159
Social security costs	13,219	11,240
Other pension costs	5,012	-
	<u>1,656,231</u>	<u>1,474,399</u>

The average monthly number of employees during the year was as follows:

30.6.01	30.6.00
<u>103</u>	<u>103</u>

3. **OPERATING PROFIT**

The operating profit is stated after charging:

	30.6.01	30.6.00
	£	£
Hire of plant and machinery	32,850	34,603
Motor vehicle leasing	9,368	10,792
Depreciation - owned assets	59,539	53,774
Depreciation - assets on hire purchase contracts or finance leases	50,196	53,846
Loss on disposal of fixed assets	497	3,302
Auditors' remuneration	7,500	7,335
	<u>122,249</u>	<u>105,162</u>

4. **INTEREST PAYABLE AND SIMILAR CHARGES**

	30.6.01	30.6.00
	£	£
Bank loan interest	17,307	19,033
Loan	840	823
Hire purchase	18,618	21,900
	<u>36,765</u>	<u>41,756</u>

5. **TAXATION**

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	30.6.01	30.6.00
	£	£
Current tax:		
UK corporation tax	6,530	47,812
	<u>6,530</u>	<u>47,812</u>

6. **DIVIDENDS**

	30.6.01	30.6.00
	£	£
Equity shares:		
Interim	120,000	129,500
	<u>120,000</u>	<u>129,500</u>

Notes to the Abbreviated Financial Statements
for the Year Ended 30 June 2001

7. TANGIBLE FIXED ASSETS

	Leasehold property	Plant and machinery	Fixtures and fittings
	£	£	£
COST:			
At 1 July 2000	129,154	971,188	69,942
Additions	12,463	13,323	8,420
At 30 June 2001	141,617	984,511	78,362
DEPRECIATION:			
At 1 July 2000	26,293	561,164	52,557
Charge for year	9,370	63,502	3,871
At 30 June 2001	35,663	624,666	56,428
NET BOOK VALUE:			
At 30 June 2001	105,954	359,845	21,934
At 30 June 2000	102,861	410,024	17,385

	Motor vehicles	Computer equipment	Totals
	£	£	£
COST:			
At 1 July 2000	126,822	46,349	1,343,455
Additions	57,810	5,297	97,313
Disposals	(10,523)	-	(10,523)
At 30 June 2001	174,109	51,646	1,430,245
DEPRECIATION:			
At 1 July 2000	67,259	34,557	741,830
Charge for year	28,720	4,272	109,735
Eliminated on disposals	(8,025)	-	(8,025)
At 30 June 2001	87,954	38,829	843,540
NET BOOK VALUE:			
At 30 June 2001	86,155	12,817	586,705
At 30 June 2000	59,563	11,792	601,625

Notes to the Abbreviated Financial Statements
for the Year Ended 30 June 2001

7. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts or finance leases are as follows:

	Plant and machinery	Motor vehicles	Totals
	£	£	£
COST:			
At 1 July 2000	331,844	88,780	420,624
Additions	-	57,810	57,810
Transferred to ownership	(19,650)	(55,950)	(75,600)
At 30 June 2001	312,194	90,640	402,834
DEPRECIATION:			
At 1 July 2000	118,603	40,128	158,731
Charge for year	30,244	19,952	50,196
Transferred to ownership	(8,042)	(29,295)	(37,337)
At 30 June 2001	140,805	30,785	171,590
NET BOOK VALUE:			
At 30 June 2001	171,389	59,855	231,244
At 30 June 2000	213,241	48,652	261,893

8. STOCKS

	30.6.01	30.6.00
	£	£
Stock	187,884	145,629

9. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR

	30.6.01	30.6.00
	£	£
Trade debtors	905,865	792,497
Other debtors	23,723	34,392
ACT recoverable	-	37,500
Taxation debtor	-	2,259
Directors' current accounts	3,175	3,175
	932,763	869,823

Notes to the Abbreviated Financial Statements
for the Year Ended 30 June 2001

10. **CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	30.6.01	30.6.00
	£	£
Bank loans and overdrafts (see note 12)	425,524	189,496
Loan from Associated Company (see note 12)	9,000	9,000
Trade creditors	388,502	316,902
Hire purchase	80,394	79,094
Other creditors	138,292	-
Directors' current accounts	875	875
V.A.T.	78,489	127,203
Social security & other taxes	41,941	37,691
Taxation	14,162	48,466
Accrued expenses	-	113,276
	<u>1,177,179</u>	<u>922,003</u>

11. **CREDITORS: AMOUNTS FALLING
DUE AFTER MORE THAN ONE YEAR**

	30.6.01	30.6.00
	£	£
Bank loans (see note 12)	135,774	140,544
Hire purchase	75,946	110,142
Bank loan	26,537	51,380
	<u>238,257</u>	<u>302,066</u>

12. LOANS AND OVERDRAFTS

An analysis of the maturity of loans and overdrafts is given below:

	30.6.01 £	30.6.00 £
Amounts falling due within one year or on demand:		
Bank overdrafts	394,111	160,449
Bank loans	31,413	29,047
Loan from Associated Company	9,000	9,000
	<u>434,524</u>	<u>198,496</u>
Amounts falling due between one and two years:		
Bank loans	<u>32,146</u>	<u>31,299</u>
Amounts falling due between two and five years:		
Bank loans	<u>103,628</u>	<u>109,245</u>

13. SECURED DEBTS

The following secured debts are included within creditors:

	30.6.01 £	30.6.00 £
Bank overdrafts	394,111	160,449
Bank loans	167,187	169,591
	<u>561,298</u>	<u>330,040</u>

14. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	30.6.01 £	30.6.00 £
10,000	Ordinary	£1.00	<u>10,000</u>	<u>10,000</u>

15. SHARE PREMIUM

	30.6.01 £	30.6.00 £
Brought forward	<u>28,000</u>	<u>28,000</u>

16. RELATED PARTY DISCLOSURES

The company trades from premises owned by Peter Fanning (Holdings)Limited, a company in which Mr C L Fecher has a material interest. The premises are occupied under a lease granted in 1991 for a period of 21 years at full market rent.

17. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	30.6.01	30.6.00
	£	£
Profit for the financial year	19,284	193,671
Dividends	(120,000)	(129,500)
Net (reduction)/addition to shareholders' funds	(100,716)	64,171
Opening shareholders' funds	393,606	329,435
Closing shareholders' funds	292,890	393,606
Equity interests	292,890	393,606