

Abbreviated Financial Statements

for the Year Ended 30 June 2002

for

Peter Fanning Polyform Limited



Peter Fanning Polyform Limited

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for the Year Ended 30 June 2002

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Peter Fanning Polyform Limited

Company Information
for the Year Ended 30 June 2002

DIRECTORS:

C L Fecher
J R G Ross
D E Moore

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 AUDITOR
12/13 Ship Street
Brighton
East Sussex
BN1 1AD

Report of the Directors
for the Year Ended 30 June 2002

The directors present their report with the financial statements of the company for the year ended 30 June 2002.

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.

Sales to June 2003 have increased by 15% on the period covered by these accounts.

DIVIDENDS

Interim dividends per share were paid as follows:

1.60	- 31 July 2001
1.60	- 30 September 2001
1.60	- 31 December 2001
1.00	- 28 February 2002
5.80	

The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 30 June 2002 will be £58,000.

DIRECTORS

The directors during the year under review were:

C L Fecher
J R G Ross
D E Moore

The beneficial interests of the directors holding office on 30 June 2002 in the issued share capital of the company were as follows:

	30.6.02	1.7.01
Ordinary £1.00 shares		
C L Fecher	6,500	6,500
J R G Ross	3,500	3,500
D E Moore	-	-

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

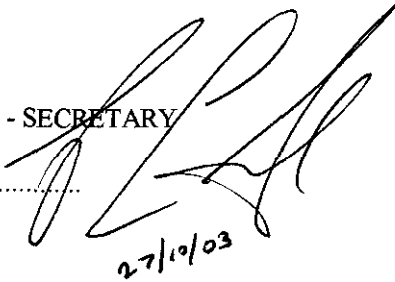
Report of the Directors
for the Year Ended 30 June 2002

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 Fecher - SECRETARY

Dated:



27/10/03

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 seventeen, together with the full financial statements of the company for the year ended 30 June 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

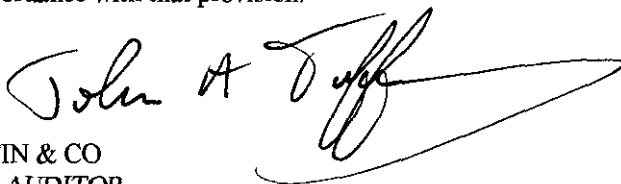
The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance 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 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 seventeen are properly prepared in accordance with that provision.



JOHN A TUFFIN & CO
REGISTERED AUDITOR
12/13 Ship Street
Brighton
East Sussex
BN1 1AD

Dated: 24-10-03

Peter Fanning Polyform Limited

Abbreviated Profit and Loss Account
for the Year Ended 30 June 2002

		30.6.02	30.6.01
	Notes	£	£
GROSS PROFIT		1,470,673	1,543,244
Administrative expenses		1,628,712	1,348,917
OPERATING (LOSS)/PROFIT	3	(158,039)	194,327
Interest receivable and similar income		2,067	-
		(155,972)	194,327
Interest payable and similar charges	4	55,635	56,925
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(211,607)	137,402
Tax on (loss)/profit on ordinary activities	5	(7,773)	6,530
(LOSS)/PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		(203,834)	130,872
Dividends	6	58,000	120,000
		(261,834)	10,872
Retained profit brought forward:			
As previously reported		254,890	355,606
Prior year adjustments	7	111,588	-
As restated		366,478	355,606
RETAINED PROFIT CARRIED FORWARD		<u>£104,644</u>	<u>£366,478</u>

CONTINUING OPERATIONS

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

Peter Fanning Polyform Limited

Statement of Total Recognised Gains and Losses
for the Year Ended 30 June 2002

	30.6.02 £	30.6.01 £
(LOSS)/PROFIT FOR THE FINANCIAL YEAR	(203,834)	130,872
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	(203,834)	<u>£130,872</u>
Prior year adjustment	Note 8	
	111,588	
TOTAL GAINS AND LOSSES RECOGNISED SINCE LAST ANNUAL REPORT	<u>£(92,246)</u>	

The notes form part of these financial statements

Peter Fanning Polyform Limited

Abbreviated Balance Sheet

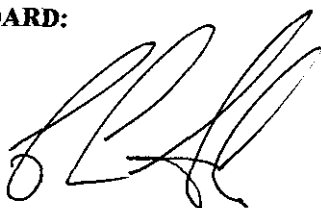
30 June 2002

		30.6.02		30.6.01
	Notes	£	£	£
FIXED ASSETS:				
Tangible assets	8		581,335	586,705
CURRENT ASSETS:				
Stocks	9	405,286		299,472
Debtors	10	1,042,087		932,763
Cash at bank and in hand		1,164		974
		1,448,537		1,233,209
CREDITORS: Amounts falling due within one year	11	1,724,708		1,177,179
NET CURRENT (LIABILITIES)/ASSETS:			(276,171)	56,030
TOTAL ASSETS LESS CURRENT LIABILITIES:			305,164	642,735
CREDITORS: Amounts falling due after more than one year	12		162,520	238,257
			£142,644	£404,478
CAPITAL AND RESERVES:				
Called up share capital	16		10,000	10,000
Share premium	17		28,000	28,000
Profit and loss account			104,644	366,478
SHAREHOLDERS' FUNDS:	19		£142,644	£404,478

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 25/10/03

The notes form part of these financial statements

Peter Fanning Polyform Limited

Cash Flow Statement
for the Year Ended 30 June 2002

		30.6.02		30.6.01	
	Notes	£	£	£	£
Net cash (outflow)/inflow from operating activities	1		(45,859)		101,470
Returns on investments and servicing of finance	2		(53,568)		(56,925)
Taxation			(6,389)		(1,075)
Capital expenditure	2		(59,347)		(37,322)
Equity dividends paid			(58,000)		(120,000)
			(223,163)		(113,852)
Financing	2		(124,274)		(119,434)
Decrease in cash in the period			£(347,437)		£(233,286)
Reconciliation of net cash flow to movement in net debt	3				
Decrease in cash in the period		(347,437)		(233,286)	
Cash outflow from decrease in debt and lease financing		92,334		90,886	
Change in net debt resulting from cash flows			(255,103)		(142,400)
New finance leases			(46,978)		(57,990)
Movement in net debt in the period			(302,081)		(200,390)
Net debt at 1 July			(549,477)		(349,087)
Net debt at 30 June			£(851,558)		£(549,477)

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 30 June 2002

1. **RECONCILIATION OF OPERATING (LOSS)/PROFIT TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES**

	30.6.02 £	30.6.01 £
Operating (loss)/profit	(158,039)	194,327
Depreciation charges	111,694	109,735
Loss on sale of fixed assets	-	497
Increase in stocks	(105,814)	(153,843)
Increase in debtors	(109,324)	(102,699)
Increase in creditors	215,624	53,453
Net cash (outflow)/inflow from operating activities	(45,859)	101,470

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

	30.6.02 £	30.6.01 £
Returns on investments and servicing of finance		
Interest received	2,067	-
Interest paid	(43,371)	(38,307)
Interest element of hire purchase or finance lease rentals payments	(12,264)	(18,618)
Net cash outflow for returns on investments and servicing of finance	(53,568)	(56,925)
Capital expenditure		
Purchase of tangible fixed assets	(59,347)	(39,323)
Sale of tangible fixed assets	-	2,001
Net cash outflow for capital expenditure and financial investment	(59,347)	(37,322)
Financing		
Loan repayments in year	(31,940)	(27,247)
Hire purchase debt repaid	(92,334)	(92,187)
Net cash outflow from financing	(124,274)	(119,434)

Notes to the Cash Flow Statement
for the Year Ended 30 June 2002

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.7.01 £	Cash flow £	Other non-cash changes £	At 30.6.02 £
Net cash:				
Cash at bank and in hand	974	190		1,164
Bank overdrafts	(394,111)	(347,627)		(741,738)
	<u>(393,137)</u>	<u>(347,437)</u>		<u>(740,574)</u>
Debt:				
Hire purchase or finance leases	(156,340)	92,334	(46,978)	(110,984)
	<u>(156,340)</u>	<u>92,334</u>	<u>(46,978)</u>	<u>(110,984)</u>
Total	<u>(549,477)</u>	<u>(255,103)</u>	<u>(46,978)</u>	<u>(851,558)</u>
Analysed in Balance Sheet				
Cash at bank and in hand	974			1,164
Bank overdrafts	(394,111)			(741,738)
Hire purchase or finance leases				
within one year	(80,394)			(74,333)
after one year	(75,946)			(36,651)
	<u>(549,477)</u>			<u>(851,558)</u>

Notes to the Abbreviated Financial Statements
for the Year Ended 30 June 2002

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 and work in progress

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.

Design and development costs (including attributable overheads) on clearly defined projects are carried forward in work in progress, and are charged to the profit and loss account over the expected period of production of five years. Costs considered non recoverable are charged immediately to the profit and loss account.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

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.

2. STAFF COSTS

	30.6.02	30.6.01
	£	£
Wages and salaries	2,066,514	1,638,000
Social security costs	12,287	13,219
Other pension costs	5,000	5,012
	<u>2,083,801</u>	<u>1,656,231</u>

Notes to the Abbreviated Financial Statements
for the Year Ended 30 June 2002

2. **STAFF COSTS - continued**

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

30.6.02	30.6.01
168	103
<u> </u>	<u> </u>

3. **OPERATING (LOSS)/PROFIT**

The operating loss (2001 - operating profit) is stated after charging:

	30.6.02	30.6.01
	£	£
Hire of plant and machinery	39,687	32,850
Motor vehicle leasing	-	9,368
Depreciation - owned assets	62,892	59,539
Depreciation - assets on hire purchase contracts or finance leases	48,802	50,196
Loss on disposal of fixed assets	-	497
Auditors' remuneration	11,960	7,500
	<u> </u>	<u> </u>
Directors' emoluments	117,139	122,249
	<u> </u>	<u> </u>

4. **INTEREST PAYABLE AND SIMILAR CHARGES**

	30.6.02	30.6.01
	£	£
Bank loan interest	12,613	17,307
Interest on late tax payment	127	-
Invoice discount charges	29,924	20,160
Loan	707	840
Hire purchase	12,264	18,618
	<u> </u>	<u> </u>
	55,635	56,925
	<u> </u>	<u> </u>

5. **TAXATION**

Analysis of the tax (credit)/charge

The tax (credit)/charge on the loss on ordinary activities for the year was as follows:

	30.6.02	30.6.01
	£	£
Current tax:		
UK corporation tax	(3,888)	6,530
Overprovision in prior years	(3,885)	-
	<u> </u>	<u> </u>
Total current tax	(7,773)	6,530
	<u> </u>	<u> </u>
Tax on (loss)/profit on ordinary activities	(7,773)	6,530
	<u> </u>	<u> </u>

Notes to the Abbreviated Financial Statements
for the Year Ended 30 June 2002

6. **DIVIDENDS**

	30.6.02	30.6.01
	£	£
Equity shares:		
Interim - paid in year	58,000	120,000

7. **PRIOR YEAR ADJUSTMENTS**

There has been a change in accounting policy relating to the treatment of costs incurred on clearly defined projects.

The project costs incurred in the last two accounting years, which comprise cost of direct materials and labour plus appropriate overhead expenses, are to be amortised over a period of five years commencing in the year the expenditure is incurred. A prior year adjustment has been made in the accounts to reflect the work in progress at 30 June 2001 totalling £111,588 ie. four fifths of project expenditure incurred in the year ended 30 June 2001 ($4/5 \times £139,485 = £111,588$). This adjustment reflects expenditure to 30 June 2001 in accordance with the accounting policy detailed in note 1.

8. **TANGIBLE FIXED ASSETS**

	Leasehold property	Plant and machinery	Fixtures and fittings
	£	£	£
COST:			
At 1 July 2001	141,617	984,511	78,361
Additions	11,683	43,201	-
At 30 June 2002	153,300	1,027,712	78,361
DEPRECIATION:			
At 1 July 2001	35,663	624,666	56,427
Charge for year	10,343	60,457	3,290
At 30 June 2002	46,006	685,123	59,717
NET BOOK VALUE:			
At 30 June 2002	107,294	342,589	18,644
At 30 June 2001	105,954	359,845	21,934

Notes to the Abbreviated Financial Statements
for the Year Ended 30 June 2002

8. TANGIBLE FIXED ASSETS - continued

	Motor vehicles	Computer equipment	Totals
	£	£	£
COST:			
At 1 July 2001	174,109	51,646	1,430,244
Additions	49,875	1,566	106,325
At 30 June 2002	223,984	53,212	1,536,569
DEPRECIATION:			
At 1 July 2001	87,954	38,830	843,540
Charge for year	34,008	3,596	111,694
At 30 June 2002	121,962	42,426	955,234
NET BOOK VALUE:			
At 30 June 2002	102,022	10,786	581,335
At 30 June 2001	86,155	12,817	586,705

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 2001	312,194	90,640	402,834
Additions	-	49,875	49,875
Transferred to ownership	(21,502)	(21,150)	(42,652)
At 30 June 2002	290,692	119,365	410,057
DEPRECIATION:			
At 1 July 2001	140,805	30,785	171,590
Charge for year	23,852	24,950	48,802
Transferred to ownership	(9,129)	(11,222)	(20,351)
At 30 June 2002	155,528	44,513	200,041
NET BOOK VALUE:			
At 30 June 2002	135,164	74,852	210,016
At 30 June 2001	171,389	59,855	231,244

Notes to the Abbreviated Financial Statements
for the Year Ended 30 June 2002

9. STOCKS

	30.6.02	30.6.01
	£	£
Stock	128,363	187,884
Work in progress	276,923	111,588
	<u>405,286</u>	<u>299,472</u>

10. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR

	30.6.02	30.6.01
	£	£
Trade debtors	936,036	905,865
Other debtors	102,876	23,723
Directors' current accounts	3,175	3,175
	<u>1,042,087</u>	<u>932,763</u>

11. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR

	30.6.02	30.6.01
	£	£
Bank loans and overdrafts (see note 13)	777,653	425,524
Loan from Associated Company (see note 13)	9,000	9,000
Trade creditors	521,391	388,502
Hire purchase	74,333	80,394
Net wages creditor	20,419	-
Other creditors	139,934	138,292
Directors' current accounts	875	875
V.A.T.	125,389	78,489
Social security & other taxes	55,714	41,941
Taxation	-	14,162
	<u>1,724,708</u>	<u>1,177,179</u>

12. CREDITORS: AMOUNTS FALLING
DUE AFTER MORE THAN ONE YEAR

	30.6.02	30.6.01
	£	£
Bank loans (see note 13)	125,869	135,774
Hire purchase	36,651	75,946
Bank loan	-	26,537
	<u>162,520</u>	<u>238,257</u>

Notes to the Abbreviated Financial Statements
for the Year Ended 30 June 2002

13. LOANS AND OVERDRAFTS

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

	30.6.02 £	30.6.01 £
Amounts falling due within one year or on demand:		
Bank overdrafts	741,738	394,111
Bank loans	35,915	31,413
Loan from Associated Company	9,000	9,000
	<u>786,653</u>	<u>434,524</u>

Amounts falling due between one and two years:

Bank loans	<u>36,348</u>	<u>32,146</u>
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Amounts falling due between two and five years:

Bank loans	<u>89,521</u>	<u>103,628</u>
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14. OBLIGATIONS UNDER LEASING AGREEMENTS

The following payments are committed to be paid within one year:

	30.6.02 £	Land and buildings operating leases 30.6.01 £
Expiring:		
In more than five years	<u>214,128</u>	<u>199,412</u>

15. SECURED DEBTS

The following secured debts are included within creditors:

	30.6.02 £	30.6.01 £
Bank overdrafts	741,738	394,111
Bank loans	161,784	167,187
	<u>903,522</u>	<u>561,298</u>

Notes to the Abbreviated Financial Statements
for the Year Ended 30 June 2002

16. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	30.6.02 £	30.6.01 £
10,000	Ordinary	£1.00	<u>10,000</u>	<u>10,000</u>

17. SHARE PREMIUM

	30.6.02 £	30.6.01 £
Brought forward	<u>28,000</u>	<u>28,000</u>

18. 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.

19. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	30.6.02 £	30.6.01 £
(Loss)/Profit for the financial year	(203,834)	130,872
Dividends	<u>(58,000)</u>	<u>(120,000)</u>
Net (reduction)/addition to shareholders' funds	(261,834)	10,872
Opening shareholders' funds (originally £292,890 before prior year adjustment of £111,588)	<u>404,478</u>	<u>393,606</u>
Closing shareholders' funds	<u>142,644</u>	<u>404,478</u>
Equity interests	<u>142,644</u>	<u>404,478</u>