

PETER FANNING POLYFORM LIMITED

ABBREVIATED ACCOUNTS

**FOR THE YEAR ENDED
30 JUNE 2005**



**CHISNALL COMER ISMAIL & CO
CHARTERED ACCOUNTANTS & REGISTERED AUDITORS**

**Maria House
35 Millers Road
Brighton BN1 5NP**

PETER FANNING POLYFORM LIMITED

COMPANY INFORMATION

Directors	C L Fecher S Holwell (resigned 30 September 2004) D E Moore J R G Ross A R Mann H J Shaw (appointed 25 April 2005)
Secretary	H J Shaw
Company number	975813
Registered office	Goldstone Lane Hove East Sussex BN3 7BB
Auditors	Chisnall Comer Ismail & Co Chartered Accountants and Registered Auditors & Maria House 35 Millers Road Brighton BN1 5NP

PETER FANNING POLYFORM LIMITED

CONTENTS

	Page
Directors' report	1 - 2
Auditors' report	3
Profit and loss account	4
Balance sheet	5
Cash flow statement	6
Notes to the abbreviated accounts	7 - 15
<i>The following pages do not form part of the statutory accounts:</i>	
Detailed profit and loss account and summaries	15

PETER FANNING POLYFORM LIMITED

DIRECTORS' REPORT For the year ended 30 June 2005

The directors present their report and the financial statements for the year ended 30 June 2005.

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.

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.

In determining how amounts are presented within items in the profit and loss account and balance sheet, the directors have had regard to the substance of the reported transaction or arrangement, in accordance with generally accepted accounting principles or practice.

PRINCIPAL ACTIVITIES AND REVIEW OF BUSINESS

The principal activity of the company in the year under review was that of rotational moulding of plastic parts.

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

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £162,257 (2004 - £291,010) .

The directors do not recommend the payment of a dividend.

DIRECTORS

The directors who served during the year and their beneficial interests in the company's issued share capital were:

	Ordinary shares of £1 each	
	30/6/05	1/7/04
C L Fecher	6,500	6,500
S Holwell (resigned 30 September 2004)	-	-
D E Moore	-	-
J R G Ross	3,500	3,500
A R Mann	-	-
H J Shaw (appointed 25 April 2005)	-	-

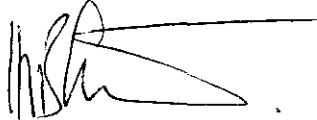
PETER FANNING POLYFORM LIMITED

DIRECTORS' REPORT
For the year ended 30 June 2005

AUDITORS

The auditors, Chisnall Comer Ismail & Co, will be proposed for reappointment in accordance with section 385 of the Companies Act 1985.

Signed on behalf of
the board of directors

A handwritten signature in black ink, appearing to be 'H J Shaw', with a long horizontal line extending to the right.

H J Shaw
Secretary

Dated: 23/1/06

INDEPENDENT AUDITORS' REPORT TO PETER FANNING POLYFORM LIMITED
Under section 247B of the Companies Act 1985

We have examined the abbreviated accounts of Peter Fanning Polyform Limited for the year ended 30 June 2005 set out on pages 4 to 15, together with the financial statements of the company for the year ended 30 June 2005 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with s.247B of the Companies Act 1985. 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 auditors' 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 work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts 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 accounts prepared in accordance with section 246A(3) of the Act to the registrar and whether the accounts to be delivered are properly prepared in accordance with those provisions 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 accounts and that the abbreviated accounts 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 financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 A(3) of the Companies Act 1985, and the abbreviated accounts on pages 4 to 15 are properly prepared in accordance with those provisions.

Chisnall Comer Ismail & Co

Chisnall Comer Ismail & Co

Chartered Accountants and Registered Auditors

Maria House
35 Millers Road
Brighton
BN1 5NP

Date: 22 MAR 2006

PETER FANNING POLYFORM LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT
For the year ended 30 June 2005

	Note	2005 £	2004 £
GROSS PROFIT		1,928,216	1,982,362
Administrative expenses		<u>(1,687,891)</u>	<u>(1,569,585)</u>
OPERATING PROFIT	2	240,325	412,777
Interest receivable		505	194
Interest payable	5	<u>(29,458)</u>	<u>(68,083)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		211,372	344,888
TAX ON PROFIT ON ORDINARY ACTIVITIES	6	<u>(49,115)</u>	<u>(53,878)</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<u>£ 162,257</u>	<u>£ 291,010</u>

All amounts relate to continuing operations.

There were no recognised gains and losses for 2005 or 2004 other than those included in the profit and loss account.

PETER FANNING POLYFORM LIMITED

ABBREVIATED BALANCE SHEET
As at 30 June 2005

	Note	2005 £	2004 £
FIXED ASSETS			
Tangible fixed assets	7	378,953	411,301
CURRENT ASSETS			
Stocks	8	229,384	334,097
Debtors	9	1,013,657	1,052,837
Cash at bank and in hand		154	651
		<u>1,243,195</u>	<u>1,387,585</u>
CREDITORS: amounts falling due within one year	10	<u>(1,079,341)</u>	<u>(1,396,364)</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>163,854</u>	<u>(8,779)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>542,807</u>	<u>402,522</u>
CREDITORS: amounts falling due after more than one year	11	(45,044)	(73,014)
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred taxation	12	(33,376)	(27,378)
NET ASSETS		<u>£ 464,387</u>	<u>£ 302,130</u>
CAPITAL AND RESERVES			
Called up share capital	13	10,000	10,000
Share premium account		28,000	28,000
Profit and loss account	14	426,387	264,130
SHAREHOLDERS' FUNDS - All Equity	15	<u>£ 464,387</u>	<u>£ 302,130</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to medium-sized companies.

Signed on behalf of
the board of directors

C L Fecher
Director

J R G Ross
Director

Dated: 23/01/06

PETER FANNING POLYFORM LIMITED

ABBREVIATED CASH FLOW STATEMENT
For the year ended 30 June 2005

	Note	2005 £	2004 £
Net cash flow from operating activities	16	217,170	744,643
Returns on investments and servicing of finance	17	(28,954)	(67,889)
Taxation		(26,117)	3,888
Capital expenditure and financial investment	17	(37,411)	18,085
CASH INFLOW BEFORE FINANCING		124,688	698,727
Financing	17	(90,441)	(8,916)
INCREASE IN CASH IN THE YEAR		£ 34,247	£ 689,811

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT (NOTE 18)
For the year ended 30 June 2005

	2005 £	2004 £
Increase in cash in the year	34,247	689,811
Cash outflow from decrease in debt and lease financing	90,441	8,916
MOVEMENT IN NET DEBT IN THE YEAR	124,688	698,727
Net debt at 1 July 2004	(356,916)	(1,055,643)
NET DEBT AT 30 JUNE 2005	£ (232,228)	£ (356,916)

The notes on pages 7 to 15 form part of these financial statements.

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 30 June 2005

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with applicable accounting standards.

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Long-term leasehold land and buildings	-	% over the life of the lease
Plant and equipment	-	15% reducing balance
Motor vehicles	-	25% reducing balance
Fixtures and fittings	-	15% reducing balance
Office equipment	-	25% reducing balance

1.4 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.5 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account on the straight line basis over the lease term.

1.6 Stocks and work in progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.7 Deferred taxation

Provision is made in full for all taxation deferred in respect of timing differences that have originated but not reversed by the balance sheet date, except for gains on disposal of fixed assets which will be rolled over into replacement assets. No provision is made for taxation on permanent differences.

Deferred tax assets are recognised to the extent that it is more likely than not that they will be recovered.

PETER FANNING POLYFORM LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 30 June 2005

2. OPERATING PROFIT

The operating profit is stated after charging:

	2005 £	2004 £
Depreciation of tangible fixed assets:		
- owned by the company	59,644	71,683
- held under finance leases	5,439	4,490
Auditors' remuneration	13,290	9,579
Operating lease rentals:		
- other operating leases	243,869	232,728
	<u> </u>	<u> </u>

3. STAFF COSTS

Staff costs, including directors' remuneration, were as follows:

	2005 £	2004 £
Wages and salaries	2,138,286	1,985,423
Social security costs	205,011	200,522
	<u> </u>	<u> </u>
	£ 2,343,297	£ 2,185,945
	<u> </u>	<u> </u>

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

	2005	2004
Directors	5	5
Production	79	112
Administration	20	23
	<u> </u>	<u> </u>
	104	140
	<u> </u>	<u> </u>

4. DIRECTORS' REMUNERATION

	2005 £	2004 £
Emoluments	£ 259,907	£ 225,813
	<u> </u>	<u> </u>

The highest paid director received remuneration of £81,241 (2004 - £71,500).

PETER FANNING POLYFORM LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 30 June 2005

5. INTEREST PAYABLE

	2005	2004
	£	£
On bank loans and overdrafts	8,544	7,292
On other loans	8,198	23,226
On finance leases and hire purchase contracts	2,379	2,387
Other interest payable	10,337	35,178
	<u>£ 29,458</u>	<u>£ 68,083</u>

6. TAXATION

	2005	2004
	£	£
Analysis of tax charge in year		
Current tax (see note below)		
UK corporation tax charge on profits of the year	43,500	26,500
Adjustments in respect of prior periods	(383)	-
Total current tax	<u>43,117</u>	<u>26,500</u>
Deferred tax		
Origination and reversal of timing differences	5,998	27,378
Total deferred tax (see note 12)	<u>5,998</u>	<u>27,378</u>
Tax on profit on ordinary activities	<u>£ 49,115</u>	<u>£ 53,878</u>

Factors affecting tax charge for year

The tax assessed for the year is lower than the standard rate of corporation tax in the UK applicable to the company (19%). The differences are explained below:

	2005	2004
	£	£
Profit on ordinary activities before tax	<u>211,372</u>	<u>344,888</u>
Profit on ordinary activities multiplied by the relevant standard rate of corporation tax in the UK of 19% (2004 - 19)	40,161	65,529
Effects of:		
Expenses not deductible for tax purposes	143	-
Capital allowances for period in excess of depreciation	3,148	1,210
Utilisation of tax losses	-	(40,265)
Adjustment to provisional tax charge for prior periods	48	26
Adjustments to tax charge in respect of prior periods	(383)	-
Current tax charge for year (see note above)	<u>£ 43,117</u>	<u>£ 26,500</u>

There were no factors that may affect future tax charges.

PETER FANNING POLYFORM LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 30 June 2005

7. TANGIBLE FIXED ASSETS

	Land and buildings	Plant and machinery	Motor vehicles	Furniture, fittings and equipment	Total
	£	£	£	£	£
Cost					
At 1 July 2004	153,299	1,054,036	94,118	152,871	1,454,324
Additions	-	4,723	24,815	12,173	41,711
Disposals	-	-	(38,390)	-	(38,390)
At 30 June 2005	153,299	1,058,759	80,543	165,044	1,457,645
Depreciation					
At 1 July 2004	67,464	788,002	70,151	117,406	1,043,023
Charge for the year	10,729	40,614	6,933	6,807	65,083
On disposals	-	-	(29,414)	-	(29,414)
At 30 June 2005	78,193	828,616	47,670	124,213	1,078,692
Net book value					
At 30 June 2005	£ 75,106	£ 230,143	£ 32,873	£ 40,831	£ 378,953
At 30 June 2004	£ 85,835	£ 266,034	£ 23,967	£ 35,465	£ 411,301

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

	2005 £	2004 £
Plant and machinery	14,041	16,519
Motor vehicles	11,258	4,724
	£ 25,299	£ 21,243

8. STOCKS

	2005 £	2004 £
Raw materials	79,774	105,721
Work in progress	149,610	228,376
	£ 229,384	£ 334,097

The difference between purchase price or production cost of stocks and their replacement cost is not material.

PETER FANNING POLYFORM LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 30 June 2005

9. DEBTORS

	2005 £	2004 £
Trade debtors	748,591	910,692
Other debtors	217,226	59,340
Prepayments and accrued income	47,840	82,805
	<u>£ 1,013,657</u>	<u>£ 1,052,837</u>

10. CREDITORS:
Amounts falling due within one year

	2005 £	2004 £
Bank loans and overdrafts	179,361	278,834
Net obligations under finance leases and hire purchase contracts	7,976	5,719
Trade creditors	442,453	597,815
Directors loan accounts	144,564	167,164
Corporation tax	43,500	26,500
Social security and other taxes	151,946	239,254
Other creditors	40,042	32,929
Accruals and deferred income	69,499	48,149
	<u>£ 1,079,341</u>	<u>£ 1,396,364</u>

The bank loans and overdrafts are secured by a fixed charge over book debts and a floating charge over all other assets.

11. CREDITORS:
Amounts falling due after more than one year

	2005 £	2004 £
Bank loans	40,411	67,012
Net obligations under finance leases and hire purchase contracts	4,633	6,002
	<u>£ 45,044</u>	<u>£ 73,014</u>

Included within the above are amounts falling due as follows:

	2005 £	2004 £
Between one and two years		
Bank loans	17,087	39,169
	<u> </u>	<u> </u>
Between two and five years		
Bank loans	23,324	27,843
	<u> </u>	<u> </u>

PETER FANNING POLYFORM LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 30 June 2005

Bank loans and overdrafts aggregating to £220,296 (2003 - £345,846) are secured by a fixed charge over book debts and a floating charge over all other assets.

Obligations under finance leases and hire purchase contracts, included above, are payable as follows:

	2005	2004
	£	£
Between two and five years	£ 4,633	£ 6,002

12. DEFERRED TAXATION

	2005	2004
	£	£
At 1 July 2004	27,378	-
Charge for the year	5,998	27,378
At 30 June 2005	£ 33,376	£ 27,378

The deferred tax provision is made up as follows:

	2005	2004
	£	£
Accelerated capital allowances	33,376	27,378
	£ 33,376	£ 27,378

13. SHARE CAPITAL

	2005	2004
	£	£
Authorised, allotted, called up and fully paid		
10,000 Ordinary shares of £1 each	£ 10,000	£ 10,000

14. RESERVES

	£
Profit and loss account	
At 1 July 2004	264,130
Profit retained for the year	162,257
At 30 June 2005	£ 426,387

PETER FANNING POLYFORM LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 30 June 2005

15. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2005 £	2004 £
Profit for the year	162,257	291,010
	<u>162,257</u>	<u>291,010</u>
Opening shareholders' funds	302,130	11,120
Closing shareholders' funds	<u>£ 464,387</u>	<u>£ 302,130</u>

16. NET CASH FLOW FROM OPERATING ACTIVITIES

	2005 £	2004 £
Operating profit	240,325	412,777
Depreciation of tangible fixed assets	65,083	76,173
Loss on disposal of tangible fixed assets	4,676	2,585
Decrease in stocks	104,713	67,545
Decrease in debtors	39,180	21,064
(Decrease)/increase in creditors	(236,807)	164,499
NET CASH INFLOW FROM OPERATIONS	<u>£ 217,170</u>	<u>£ 744,643</u>

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

	2005 £	2004 £
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		
Interest received	505	194
Interest paid	(27,080)	(65,696)
Hire purchase interest	(2,379)	(2,387)
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE	<u>£ (28,954)</u>	<u>£ (67,889)</u>
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT		
Purchase of tangible fixed assets	(41,711)	(12,513)
Sale of tangible fixed assets	4,300	30,598
NET CASH (OUTFLOW)/INFLOW FROM CAPITAL EXPENDITURE	<u>£ (37,411)</u>	<u>£ 18,085</u>

PETER FANNING POLYFORM LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 30 June 2005

	2005 £	2004 £
FINANCING		
New secured loans	-	31,885
Repayment of loans	(91,329)	-
Principal payment under finance lease	888	(40,801)
NET CASH OUTFLOW FROM FINANCING	£ (90,441)	£ (8,916)

18. ANALYSIS OF CHANGES IN NET DEBT

	1 July 2004 £	Cash flow £	Other non-cash changes £	30 June 2005 £
Cash at bank and in hand:	651	(497)	-	154
Bank overdraft	(187,422)	34,744	-	(152,678)
	<u>(186,771)</u>	<u>34,247</u>	<u>-</u>	<u>(152,524)</u>
DEBT :				
Finance leases	(11,721)	(888)	-	(12,609)
Debts due within one year	(91,412)	91,329	(26,601)	(26,684)
Debts falling due after more than one year	(67,012)	-	26,601	(40,411)
NET DEBT	£ (356,916)	£ 124,688	£ -	£ (232,228)

19. OPERATING LEASE COMMITMENTS

At 30 June 2005 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	2005 £	2004 £
Expiry date:		
After more than 5 years	<u>216,293</u>	<u>216,293</u>

20. TRANSACTIONS WITH DIRECTORS

During the year the company paid £45,000 rent to Peter Fanning (Holdings) Limited, a company in which a director Mr C L Fecher has a material interest. At the year end, the company owed £8,088 (2004 - £8,088) to Peter Fanning (Holdings) Limited.

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 30 June 2005

21. CONTROLLING PARTY

Director Mr C L Fecher controls the company due to his ownership of 65% of the issued ordinary share capital.