

A DYSON & SON (PATTERNS) LIMITED

ABBREVIATED FINANCIAL STATEMENTS

31 MARCH 2002



SPENSER, WILSON & CO.

Chartered Accountants & Registered Auditors
Carlton Villa
15/17 Carlton Street
Halifax
West Yorkshire
HX1 2AL

A DYSON & SON (PATTERNS) LIMITED

ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

CONTENTS	PAGE
Officers and professional advisers	1
The directors' report	2
<i>Independent auditors' report to the company</i>	4
Abbreviated profit and loss account	5
Abbreviated balance sheet	6
Cash flow statement	7
Notes to the abbreviated financial statements	9

A DYSON & SON (PATTERNS) LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

T Hinchliffe
S Hinchliffe
M R Hinchliffe
M J Hinchliffe

Company secretary

M. J. Hinchliffe

Registered office

Clough Works
Bolton Brow
Sowerby Bridge
HX2 7AL

Auditors

Spenser, Wilson & Co.
Chartered Accountants
& Registered Auditors
Carlton Villa
15/17 Carlton Street
Halifax
West Yorkshire
HX1 2AL

Bankers

Barclays Bank Plc
Town Hall Street
Sowerby Bridge
West Yorkshire
HX6 2DX

A DYSON & SON (PATTERNS) LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 MARCH 2002

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 March 2002.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year has continued to be that of property managers, suppliers of managerial and administration services to its subsidiaries

The principal activities of the subsidiaries were as follows:

Dyson Patterns Ltd.	Pattern makers
Hargreaves Foundry Ltd.	Iron founders
Hargreaves Foundry Drainage Ltd.	Importers & distributors of cast iron drainage and water products

The company and its subsidiaries have achieved a successful result for the year with increases in both sales and profitability. The company is optimistic that this trend will continue.

RESULTS AND DIVIDENDS

The trading results for the year, and the company's financial position at the end of the year are shown in the attached financial statements.

The directors have not recommended a dividend.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 31 March 2002	At 1 April 2001
T Hinchliffe	—	—
S Hinchliffe	—	—
M R Hinchliffe	20,000	20,000
M J Hinchliffe	20,000	20,000

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 at the end of the year and of the profit or loss for the year then ended.

In preparing those financial statements, the directors are required to:

select suitable accounting policies, as described on page 9, and then apply them consistently;

make judgements and estimates that are reasonable and prudent; and

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

A DYSON & SON (PATTERNS) LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2002

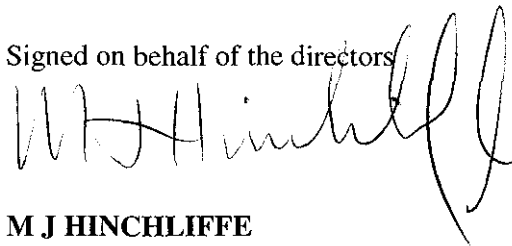
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. The directors are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

A resolution to re-appoint Spenser, Wilson & Co. as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Registered office:
Clough Works
Bolton Brow
Sowerby Bridge
HX2 7AL

Signed on behalf of the directors



M J HINCHLIFFE
Director

Approved by the directors on 22 November 2002

A DYSON & SON (PATTERNS) LIMITED

INDEPENDENT AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 5 to 14, together with the financial statements of the company for the year ended 31 March 2002 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE 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 of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

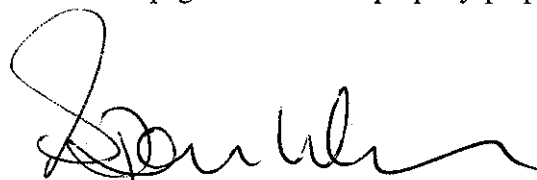
BASIS OF OPINION

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 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 section 246A(3) of the Act, and the abbreviated accounts on pages 5 to 14 are properly prepared in accordance with those provisions.

Carlton Villa
15/17 Carlton Street
Halifax
West Yorkshire
HX1 2AL



SPENSER, WILSON & CO.
Chartered Accountants
& Registered Auditors

22 November 2002

A DYSON & SON (PATTERNS) LIMITED
ABBREVIATED PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 MARCH 2002

	Note	2002 £	2001 £
GROSS PROFIT		216,222	136,957
Administrative expenses		<u>137,336</u>	<u>143,550</u>
OPERATING PROFIT/(LOSS)	2	78,886	(6,593)
Interest receivable		328	546
Interest payable	5	—	(3)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>79,214</u>	<u>(6,050)</u>
Tax on profit/(loss) on ordinary activities	6	15,549	(1,974)
RETAINED PROFIT/(LOSS) FOR THE FINANCIAL YEAR		<u>63,665</u>	<u>(4,076)</u>
Balance brought forward		<u>493,992</u>	<u>498,068</u>
Balance carried forward		<u><u>557,657</u></u>	<u><u>493,992</u></u>

The company has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the company are classed as continuing.

The notes on pages 9 to 15 form part of these financial statements.

A DYSON & SON (PATTERNS) LIMITED

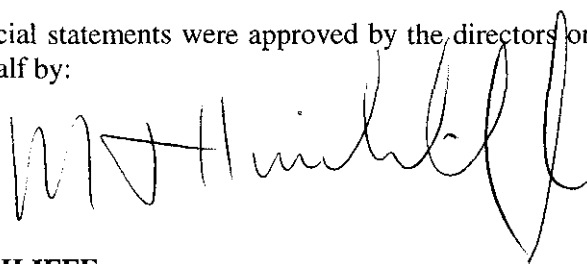
ABBREVIATED BALANCE SHEET

31 MARCH 2002

	Note	2002 £	2001 £
FIXED ASSETS			
Tangible assets	7	520,018	519,234
Investments	8	300	300
		<u>520,318</u>	<u>519,534</u>
CURRENT ASSETS			
Debtors	9	861,068	733,758
Cash at bank		23,866	6,202
		<u>884,934</u>	<u>739,960</u>
CREDITORS: Amounts falling due within one year			
	10	<u>798,619</u>	<u>717,135</u>
NET CURRENT ASSETS		<u>86,315</u>	<u>22,825</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>606,633</u>	<u>542,359</u>
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred taxation	11	8,976	8,367
		<u>597,657</u>	<u>533,992</u>
CAPITAL AND RESERVES			
Called-up equity share capital	12	40,000	40,000
Profit and Loss Account		557,657	493,992
SHAREHOLDERS' FUNDS	13	<u>597,657</u>	<u>533,992</u>

These accounts have been prepared in accordance with the special provisions for medium-sized companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on the 22 November 2002 and are signed on their behalf by:



M J HINCHLIFFE

The notes on pages 9 to 15 form part of these financial statements.

A DYSON & SON (PATTERNS) LIMITED

CASH FLOW STATEMENT

YEAR ENDED 31 MARCH 2002

	2002		2001	
	£	£	£	£
NET CASH INFLOW FROM OPERATING ACTIVITIES		49,134		143,446
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE				
Interest received	328		546	
Interest paid	—		(3)	
NET CASH INFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		328		543
TAXATION		—		(4,826)
CAPITAL EXPENDITURE				
Payments to acquire tangible fixed assets	(32,298)		(145,235)	
Receipts from sale of fixed assets	500		500	
NET CASH OUTFLOW FROM CAPITAL EXPENDITURE		(31,798)		(144,735)
INCREASE/(DECREASE) IN CASH		17,664		(5,572)
RECONCILIATION OF OPERATING PROFIT/(LOSS) INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES			TO NET CASH	
	2002		2001	
	£		£	
Operating profit/(loss)	78,886		(6,593)	
Depreciation	27,557		25,335	
Loss on disposal of fixed assets	3,457		5,300	
(Increase)/Decrease in debtors	(127,310)		111,347	
Increase in creditors	66,544		8,057	
Net cash inflow from operating activities	49,134		143,446	

The notes on pages 9 to 15 form part of these financial statements.

A DYSON & SON (PATTERNS) LIMITED

CASH FLOW STATEMENT *(continued)*

YEAR ENDED 31 MARCH 2002

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS

	2002 £	2001 £
Increase/(Decrease) in cash in the period	17,664	(5,572)
Movement in net funds in the period	17,664	(5,572)
Net funds at 1 April 2001	6,202	11,774
Net funds at 31 March 2002	23,866	6,202

ANALYSIS OF CHANGES IN NET FUNDS

	At 1 Apr 2001 £	Cash flows £	At 31 Mar 2002 £
Net cash:			
Cash in hand and at bank	6,202	17,664	23,866
Net funds	6,202	17,664	23,866

The notes on pages 9 to 15 form part of these financial statements.

A DYSON & SON (PATTERNS) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

1. ACCOUNTING POLICIES

Basis of accounting

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

Consolidation

In the opinion of the directors, the company and its subsidiary undertakings comprise a medium-sized group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

Turnover

Turnover comprises services provided by the company to its subsidiaries covering the managerial and administrative functions and excludes VAT.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold property	- 2% on cost
Plant, machinery & office equipment	- 10% on cost
Motor vehicles	- 25% pa on w.d.v.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the Profit and Loss Account.

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:

* deferred 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.

A DYSON & SON (PATTERNS) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

2. OPERATING PROFIT/(LOSS)

Operating profit/(loss) is stated after charging:

	2002	2001
	£	£
Depreciation	27,557	25,335
Loss on disposal of fixed assets	3,457	5,300
Auditors' remuneration		
- as auditors	1,750	1,700
- for other services	1,517	1,178

3. PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to:

	2002	2001
	No.	No.
Number of administrative staff	4	4

The aggregate payroll costs of the above were:

	2002	2001
	£	£
Wages and salaries	92,991	91,260
Social security costs	-	-
Other pension costs	10,000	10,000
	102,991	101,260

4. DIRECTORS' EMOLUMENTS

The directors' aggregate emoluments in respect of qualifying services were:

	2002	2001
	£	£
Aggregate emoluments	103,094	100,598
Value of company pension contributions to money purchase schemes	10,000	10,000
	113,094	110,598

The number of directors who are accruing benefits under company pension schemes were as follows:

	2002	2001
	No.	No.
Money purchase schemes	2	2

A DYSON & SON (PATTERNS) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

5. INTEREST PAYABLE

	2002	2001
	£	£
Interest payable on bank borrowing	<u>-</u>	<u>3</u>

6. TAX ON PROFIT OR (LOSS) ON ORDINARY ACTIVITIES

(a) Taxation

	2002	2001
	£	£
Current tax:		
In respect of the year:		
UK Corporation tax based on the results for the year at 20% (2001 - 20%)	<u>14,940</u>	<u>(3,572)</u>
Total current tax	<u>14,940</u>	<u>(3,572)</u>
Deferred tax:		
Increase in deferred tax provision (note 11)		
Capital allowances	<u>609</u>	<u>1,598</u>
Tax on profit or (loss) on ordinary activities	<u>15,549</u>	<u>(1,974)</u>

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 20% (2001 - 20%).

	2002	2001
	£	£
Profit/(loss) on ordinary activities before taxation	<u>79,214</u>	<u>(6,050)</u>
Profit/(loss) on ordinary activities by rate of tax	<u>15,843</u>	<u>(1,210)</u>
First item to increase/(decrease) tax liability	<u>(903)</u>	<u>(2,362)</u>
Total current tax (note 6(a))	<u>14,940</u>	<u>(3,572)</u>

A DYSON & SON (PATTERNS) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

7. TANGIBLE FIXED ASSETS

	Freehold land & buildings £	Plant & machinery £	Motor vehicles £	Total £
COST				
At 1 April 2001	399,414	279,882	112,310	791,606
Additions	21,040	11,258	—	32,298
Disposals	—	—	(9,900)	(9,900)
At 31 March 2002	420,454	291,140	102,410	814,004
DEPRECIATION				
At 1 April 2001	3,783	202,491	66,098	272,372
Charge for the year	4,138	11,866	11,553	27,557
On disposals	—	—	(5,943)	(5,943)
At 31 March 2002	7,921	214,357	71,708	293,986
NET BOOK VALUE				
At 31 March 2002	412,533	76,783	30,702	520,018
At 31 March 2001	395,631	77,391	46,212	519,234

8. INVESTMENTS

Subsidiary undertakings

	£
COST:	
At 1 April 2001 and 31 March 2002	300
NET BOOK VALUE:	
At 31 March 2002	300
At 31 March 2001	300

A DYSON & SON (PATTERNS) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

8. INVESTMENTS *(continued)*

The company owns 100% of the issued share capital of the companies listed below.

	2002 £	2001 £
Aggregate capital and reserves		
Dyson Patterns Limited	517,399	517,399
Hargreaves Foundry Limited	59,623	72,896
Hargreaves Foundry Drainage Limited	295,674	227,951
Profit and (loss) for the year		
Dyson Patterns Limited	55,065	55,065
Hargreaves Foundry Limited.	(13,363)	(75,741)
Hargreaves Foundry Drainage Limited	67,723	97,018

Under the provision of section 248 of the Companies Act 1985 the company is exempt from preparing consolidated accounts and has not done so, therefore the accounts show information about the company as an individual entity.

Subsidiaries:

	Issued share capital £	Cost £	Activities
Dyson Patterns Limited	100	100	Pattern makers.
Hargreaves Foundry Limited	100	100	Iron founders.
Hargreaves Foundry Drainage Limited	100	100	Importers & distributors of cast iron drainage & water products.

9. DEBTORS

	2002 £	2001 £
Trade debtors	51	221
Amounts owed by Hargreaves Foundry Drainage Ltd	861,017	733,537
	<u>861,068</u>	<u>733,758</u>

10. CREDITORS: Amounts falling due within one year

	2002 £	2001 £
Amounts owed to Dyson Patterns Ltd	502,043	460,357
Amounts owed to Hargreaves Foundry Limited	10,146	9,423
Other creditors including taxation and social security:		
Corporation tax	14,940	—
PAYE and social security	—	473
VAT	23	30
Other creditors	26,400	26,400
Directors loan accounts	<u>242,017</u>	<u>217,292</u>
	283,380	244,195
Accruals and deferred income	3,050	3,160
	<u>798,619</u>	<u>717,135</u>

A DYSON & SON (PATTERNS) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

11. DEFERRED TAXATION

	2002 £	2001 £
The movement in the deferred taxation provision during the year was:		
Provision brought forward	8,367	6,769
Profit and Loss Account movement arising during the year	609	1,598
Provision carried forward	<u>8,976</u>	<u>8,367</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	2002 £	2001 £
Excess of taxation allowances over depreciation on fixed assets	8,976	8,367
	<u>8,976</u>	<u>8,367</u>

12. SHARE CAPITAL

Authorised share capital:

	2002 £	2001 £
50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>

Allotted, called up and fully paid:

	2002 £	2001 £
Ordinary share capital	<u>40,000</u>	<u>40,000</u>

13. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2002 £	2001 £
Profit/(Loss) for the financial year	63,665	(4,076)
Opening shareholders' equity funds	<u>533,992</u>	<u>538,068</u>
Closing shareholders' equity funds	<u>597,657</u>	<u>533,992</u>