

Company Registration No. 1378621 (England and Wales)

D.I.P.T. LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2000



D.I.P.T. LIMITED

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D.I.P.T. LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2000

The directors present their report and financial statements for the year ended 31 December 2000.

Principal activities and review of the business

The principal activity of the company continued to be the sale, hire and servicing of industrial power tools and equipment.

Both the level of business and the year end financial position were satisfactory and the directors expect that the present level of activity will be sustained for the foreseeable future.

Results and dividends

The results for the year are set out on page 4.

No dividend was paid or proposed during the year.

Directors

The following directors have held office since 1 January 2000:

R.B Sanders
S. D. Lovatt
N. P. Rooney

Directors' interests

The directors' beneficial and non beneficial interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	31 December 2000	1 January 2000
R.B Sanders	125,000	125,000
S. D. Lovatt	-	-
N. P. Rooney	-	-

Charitable contributions

During the year the company made charitable donations totalling £10,590.

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Clear & Lane be reappointed as auditors of the company will be put to the Annual General Meeting.

D.I.P.T. LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2000

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.

On behalf of the board



S. D. Lovatt

Director

19 October 2001

D.I.P.T. LIMITED

AUDITORS' REPORT TO D.I.P.T. LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 4 to 13, together with the financial statements of the company for the year ended 31 December 2000 prepared under section 226 of the Companies Act 1985.

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 of Companies and whether the accounts 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 considered 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 Companies Act 1985, and the abbreviated accounts on pages 4 to 13 are properly prepared in accordance with that provision.



Clear & Lane

19 October 2001

Chartered Accountants
Registered Auditor

340 Melton Road
Leicester
LE4 7SL

D.I.P.T. LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2000

	Notes	2000 £	1999 £
Gross profit		2,200,675	2,394,582
Distribution costs		(599,063)	(729,179)
Administrative expenses		(1,588,135)	(1,440,730)
Operating profit	2	13,477	224,673
Other interest receivable and similar income		2,636	218
Interest payable and similar charges	3	(2,252)	(9,534)
Profit on ordinary activities before taxation		13,861	215,357
Tax on profit on ordinary activities	4	(5,310)	(59,275)
Profit on ordinary activities after taxation	11	8,551	156,082

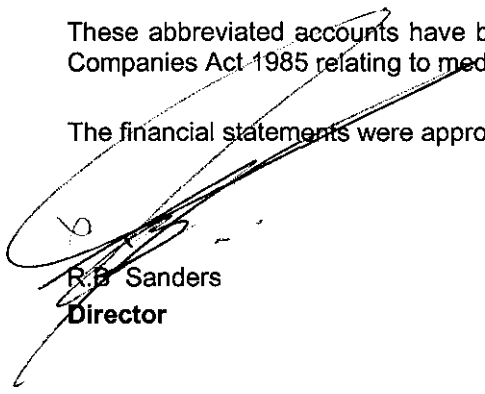
D.I.P.T. LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 2000

	Notes	2000 £	£	1999 £	£
Fixed assets					
Tangible assets	5		1,298,057		1,389,692
Current assets					
Stocks	6	1,003,349		963,730	
Debtors	7	1,496,632		1,536,729	
Cash at bank and in hand		274,631		6,715	
		<u>2,774,612</u>		<u>2,507,174</u>	
Creditors: amounts falling due within one year	8	<u>(1,441,700)</u>		<u>(1,274,448)</u>	
Net current assets			<u>1,332,912</u>		<u>1,232,726</u>
Total assets less current liabilities			<u><u>2,630,969</u></u>		<u><u>2,622,418</u></u>
Capital and reserves					
Called up share capital	10	125,000		125,000	
Profit and loss account	11	2,505,969		2,497,418	
Shareholders' funds	12	<u>2,630,969</u>		<u>2,622,418</u>	

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

The financial statements were approved by the Board on 19 October 2001


R.B. Sanders
Director


S. D. Lovatt
Director

D.I.P.T. LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2000

	2000 £	1999 £
Net cash inflow from operating activities	461,445	304,206
Returns on investments and servicing of finance		
Interest received	2,636	218
Interest paid	(2,252)	(9,534)
	<u>384</u>	<u>(9,316)</u>
Net cash inflow/(outflow) for returns on investments and servicing of finance	384	(9,316)
Taxation	(59,226)	(31,029)
Capital expenditure		
Payments to acquire tangible assets	(62,895)	(85,133)
Receipts from sales of tangible assets	44,624	14,145
	<u>(18,271)</u>	<u>(70,988)</u>
Net cash outflow for capital expenditure	(18,271)	(70,988)
	<u>384,332</u>	<u>192,873</u>
Net cash inflow before management of liquid resources and financing	384,332	192,873
Financing		
Capital element of hire purchase contracts	-	(18,753)
	<u>-</u>	<u>(18,753)</u>
Net cash outflow from financing	-	(18,753)
Increase in cash in the year	<u>384,332</u>	<u>174,120</u>

D.I.P.T. LIMITED

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2000

1	Reconciliation of operating profit to net cash inflow from operating activities	2000		1999	
		£		£	
	Operating profit	13,477		224,673	
	Depreciation of tangible assets	144,451		180,304	
	Profit on disposal of tangible assets	(34,546)		(9,127)	
	(Increase)/decrease in stocks	(39,619)		21,368	
	Decrease/(increase) in debtors	40,097		(76,910)	
	Increase/(decrease) in creditors within one year	337,585		(36,102)	
	Net cash inflow from operating activities	461,445		304,206	
2	Analysis of net funds/(debt)	1 January 2000	Cash flow	Other non-cash changes	31 December 2000
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	6,715	267,916		274,631
	Bank overdrafts	(262,252)	116,417		(145,835)
		<u>(255,537)</u>	<u>384,333</u>		<u>128,796</u>
3	Reconciliation of net cash flow to movement in net funds/(debt)	2000		1999	
		£		£	
	Increase in cash in the year	384,333		174,120	
	Cash (inflow)/outflow from (increase)/decrease in debt	-		18,753	
	Movement in net funds/(debt) in the year	384,333		192,873	
	Opening net debt	(255,537)		(448,410)	
	Closing net funds/(debt)	128,796		(255,537)	

D.I.P.T. LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2000

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Freehold buildings	2%
Leasehold improvements	Over remaining period of lease.
Plant & machinery	15% to 30%
Fixtures & fittings	15%
Motor vehicles	25% and 33%

1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. 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.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5 Stock

Stock is valued at the lower of cost and net realisable value on a basis consistent with previous years. Provision has been made, where necessary, for obsolescent, slow moving and defective stock.

1.6 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with SSAP 24.

1.7 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

D.I.P.T. LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2000

2	Operating profit	2000	1999
		£	£
	Operating profit is stated after charging:		
	Depreciation of tangible assets	144,451	180,303
	Profit on disposal of fixed assets	(34,546)	(9,127)
	Operating lease rentals - plant and machinery	143,249	126,860
	Operating lease rentals - land and buildings	80,041	80,493
	Hire of plant and machinery	24,189	4,933
	Auditors' remuneration	6,000	6,000
	Non-audit remuneration	7,290	7,810
		<u> </u>	<u> </u>
3	Interest payable	2000	1999
		£	£
	On bank loans and overdraft	2,042	6,530
	Interest on overdue tax	210	86
	Hire purchase interest	-	2,918
		<u> </u>	<u> </u>
		<u>2,252</u>	<u>9,534</u>
4	Taxation	2000	1999
		£	£
	U.K. current year taxation		
	U.K. corporation tax at 20% (1999 - 20.25%)	5,370	59,286
	Prior years		
	U.K. corporation tax	(60)	(11)
		<u> </u>	<u> </u>
		<u>5,310</u>	<u>59,275</u>

D.I.P.T. LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2000

5 Tangible fixed assets

	Freehold buildings	Leasehold improve - ments	Plant & machinery	Fixtures & fittings	Motor vehicles	Total
	£	£	£	£	£	£
Cost						
At 1 January 2000	1,057,194	139,656	1,048,288	508,273	82,277	2,835,688
Additions	11,866	1,750	28,686	9,593	11,000	62,895
Disposals	-	-	(34,158)	-	(69,277)	(103,435)
At 31 December 2000	1,069,060	141,406	1,042,816	517,866	24,000	2,795,148
Depreciation						
At 1 January 2000	45,165	56,285	895,071	373,698	75,777	1,445,996
On disposals	-	-	(24,079)	-	(69,277)	(93,356)
Charge for the year	15,575	15,744	62,895	44,237	6,000	144,451
At 31 December 2000	60,740	72,029	933,887	417,935	12,500	1,497,091
Net book value						
At 31 December 2000	1,008,320	69,377	108,929	99,931	11,500	1,298,057
At 31 December 1999	1,012,029	83,371	153,217	134,575	6,500	1,389,692

Included in freehold land and buildings is land costing £290,312 (1999 : £290,312) which is not depreciated.

6 Stocks

	2000 £	1999 £
Goods for resale	1,003,349	963,730

7 Debtors

	2000 £	1999 £
Trade debtors	1,291,836	1,409,832
Other debtors	100,577	24,636
Prepayments and accrued income	104,219	102,261
	1,496,632	1,536,729

D.I.P.T. LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2000

8 Creditors: amounts falling due within one year	2000 £	1999 £
Bank overdraft - note (a) below	145,835	262,252
Trade creditors	752,349	690,319
Corporation tax	5,370	59,286
Other taxes and social security costs	176,479	178,157
Directors' current accounts - note (b) below	-	10,794
Other creditors	337,224	57,964
Accruals and deferred income	24,443	15,676
	<u>1,441,700</u>	<u>1,274,448</u>

(a) The bank overdraft is secured by a debenture over the company's assets.

(b) The directors' current accounts are interest free and repayable on demand.

9 Pension costs

The company operates a defined contribution pension 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 £16,588 (1999 - £17,923). Two directors are accruing retirement benefits under the scheme.

10 Share capital	2000 £	1999 £
Authorised		
200,000 Ordinary shares of £ 1 each	<u>200,000</u>	<u>200,000</u>
Allotted, called up and fully paid		
125,000 Ordinary shares of £ 1 each	<u>125,000</u>	<u>125,000</u>

11 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 January 2000	2,497,418
Retained profit for the year	8,551
Balance at 31 December 2000	<u>2,505,969</u>

D.I.P.T. LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2000

12 Reconciliation of movements in shareholders' funds	2000 £	1999 £
Profit for the financial year	8,551	156,082
Opening shareholders' funds	2,622,418	2,466,336
Closing shareholders' funds	<u>2,630,969</u>	<u>2,622,418</u>

13 Financial commitments

At 31 December 2000 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings		Plant and machinery	
	2000 £	1999 £	2000 £	1999 £
Expiry date:				
Within one year	-	-	23,265	35,313
Between two and five years	50,500	39,000	73,838	67,009
In over five years	46,000	36,500	1,560	2,757
	<u>96,500</u>	<u>75,500</u>	<u>98,663</u>	<u>105,079</u>

14 Directors' emoluments	2000 £	1999 £
Emoluments for qualifying services	437,905	249,367
Company pension contributions to money purchase schemes	1,800	2,550
	<u>439,705</u>	<u>251,917</u>

The highest paid director during the year was Mr R. B. Sanders who received the following emoluments:

	£	£
Emoluments for qualifying services	<u>340,645</u>	<u>77,915</u>

D.I.P.T. LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2000

15 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2000 Number	1999 Number
Production	4	4
Selling & distribution	45	48
Administration	12	12
	<u>61</u>	<u>64</u>

Employment costs

	£	£
Wages and salaries (including employer's national insurance)	1,479,183	1,325,486
Other pension costs	16,588	17,923
	<u>1,495,771</u>	<u>1,343,409</u>

16 Control

The company is under the control of Mr R. B. Sanders.

17 Directors' transactions

On 31 December 2000 other debtors included the following outstanding loans:-

	2000 £	1999 £
Mr R. B. Sanders	77,432	-
Mr and Mrs N. P. Rooney	10,000	10,000
Mr C. K. Sanders	5,000	5,000
Mr S. D. Lovatt	5,000	-
	<u>97,432</u>	<u>15,000</u>

Mr R. B. Sanders, Mr S. D. Lovatt and Mr N. P. Rooney are directors of the company and Mrs Rooney is an employee of the company. Mr C. K. Sanders is the son of Mr R. B. Sanders who is a director of the company. The above balances represent the maximum outstanding during the year. The loan to Mr R. B. Sanders was repaid in September 2001.

The company paid rent of £32,000 in the year to the D.I.P.T. Retirement Fund. Mr R. B. Sanders is a member of the D.I.P.T. retirement scheme.