

Company Registration No. 1857310 (England and Wales)

**Wesco Aircraft Europe Limited
(Formerly Wesco Aircraft United
Kingdom Limited)**

**Directors' Report and Financial Statements
For The Year Ended 31 January 2003**



WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
COMPANY INFORMATION

Directors	R Snyder G Hess
Secretary	G Hess
Company number	1857310
Registered office	Park Mill Way Clayton West Huddersfield HD8 9XJ
Auditors	Garbutt & Elliott Limited Monkgate House 44 Monkgate York YO31 7HF
Bankers	Lloyds TSB Bank plc 6/7 Park Row Leeds LS1 1NX
Solicitors	Rollits Rowntree Wharf Navigation Road York YO1 9WE

WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
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WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 JANUARY 2003

The directors present their report and financial statements for the year ended 31 January 2003.

Principal activities and review of the business

The principal activity of the company is that of the supply of parts to the aircraft industry.

The directors are satisfied with the results for the year and are confident about future prospects.

Results and dividends

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

The directors do not recommend payment of an ordinary dividend.

It is proposed that the retained profit of £1,168,422 is transferred to the reserves.

Directors

The following directors have held office since 1 February 2002:

M Beck	(Resigned 31 March 2003)
R Snyder	
G Hess	

Directors' interests

As the directors are also directors of Flintbrook Limited, this company's parent company, their interests are not required to be recorded in this company's register of directors interests.

Charitable contributions

During the year the company made charitable donations of £2,417 (2002 - £3,201).

Creditor payment policy

The company's current policy concerning the payment of trade creditors is to:

- settle the terms of payment with suppliers when agreeing the terms of each transaction;
- ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts; and
- pay in accordance with the company's contractual and other legal obligations.

On average, trade creditors at the year end represented 53 (2002 - 56) days' purchases.

Auditors

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

WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2003

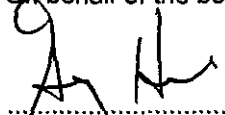
Directors' responsibilities

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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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



.....
G Hess

Director

5/8/03
.....

**WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
INDEPENDENT AUDITORS' REPORT
TO THE SHAREHOLDERS OF WESCO AIRCRAFT EUROPE LIMITED**

We have audited the financial statements of Wesco Aircraft Europe Limited on pages 4 to 18 for the year ended 31 January 2003. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our work has been undertaken so that we might state to the company's members those matters we are required to state to them in an 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 and the company's members as a body, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors and auditors

As described in the statement of directors' responsibilities on page 2 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

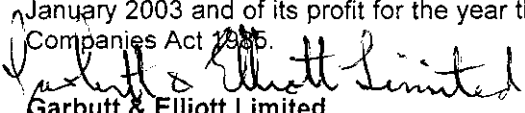
Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 January 2003 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Garbutt & Elliott Limited

Chartered Accountants
Registered Auditors

14 August 2003

Monkgate House
44 Monkgate
York
YO31 7HF

WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 JANUARY 2003

	Notes	2003 £	2002 £
Turnover	2	14,065,688	12,679,884
Cost of sales		(9,130,357)	(8,332,427)
Gross profit		<u>4,935,331</u>	<u>4,347,457</u>
Administrative expenses		(3,187,880)	(2,888,853)
Operating profit	3	<u>1,747,451</u>	<u>1,458,604</u>
Other interest receivable and similar income		2,702	5,889
Interest payable and similar charges	4	(30,538)	(33,574)
Profit on ordinary activities before taxation		<u>1,719,615</u>	<u>1,430,919</u>
Tax on profit on ordinary activities	5	(551,193)	(447,488)
Profit on ordinary activities after taxation	15	<u><u>1,168,422</u></u>	<u><u>983,431</u></u>

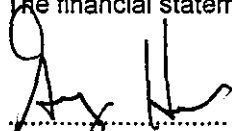
The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
BALANCE SHEET
AS AT 31 JANUARY 2003

	Notes	2003 £	£	2002 £	£
Fixed assets					
Tangible assets	6		704,525		828,380
Investments	7		100		100
			<u>704,625</u>		<u>828,480</u>
Current assets					
Stocks	8	7,174,301		5,385,743	
Debtors	9	2,946,744		2,284,683	
Cash at bank and in hand		358,856		127,171	
		<u>10,479,901</u>		<u>7,797,597</u>	
Creditors: amounts falling due within one year	10	(4,653,368)		(3,844,066)	
Net current assets			5,826,533		3,953,531
Total assets less current liabilities			6,531,158		4,782,011
Creditors: amounts falling due after more than one year	11		(17,224)		(2,569,626)
Provisions for liabilities and charges	12		-		(7,000)
			<u>6,513,934</u>		<u>2,205,385</u>
Capital and reserves					
Called up share capital	14		20,000		10,000
Share premium account	15		3,130,127		-
Profit and loss account	15		3,363,807		2,195,385
Shareholders' funds - equity interests	16		<u>6,513,934</u>		<u>2,205,385</u>

The financial statements were approved by the Board on 5/8/03


 G Hess
 Director

WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 JANUARY 2003

	2003		2002	
	£	£	£	£
Net cash inflow from operating activities		995,006		115,653
Returns on investments and servicing of finance				
Interest received	2,702		5,889	
Interest paid	(30,538)		(33,574)	
Net cash outflow for returns on investments and servicing of finance		(27,836)		(27,685)
Taxation		(690,794)		(216,273)
Capital expenditure				
Payments to acquire tangible assets	(141,889)		(328,381)	
Receipts from sales of tangible assets	3,575		16,623	
Net cash outflow for capital expenditure		(138,314)		(311,758)
Net cash inflow/(outflow) before management of liquid resources and financing		138,062		(440,063)
Financing				
Issue of ordinary share capital	3,140,127		-	
Repayment of other long term loans	(2,525,689)		-	
Repayment of other short term loans	-		(6,545)	
Capital element of hire purchase contracts	(83,157)		(101,023)	
Net cash inflow/(outflow) from financing		531,281		(107,568)
Increase/(decrease) in cash in the year		669,343		(547,631)

WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 JANUARY 2003

1	Reconciliation of operating profit to net cash inflow from operating activities		2003	2002	
			£	£	
	Operating profit		1,747,451	1,458,604	
	Depreciation of tangible assets		289,769	241,108	
	Loss on disposal of tangible assets		1,533	1,944	
	Increase in stocks		(1,788,558)	(1,889,975)	
	Increase in debtors		(662,061)	(248,901)	
	Increase in creditors within one year		1,406,872	552,873	
	Net cash inflow from operating activities		995,006	115,653	
2	Analysis of net funds/(debt)	1 February 2002	Cash flow	Other non-cash changes	31 January 2003
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	127,171	231,685	-	358,856
	Bank overdrafts	(491,623)	437,658	-	(53,965)
		(364,452)	669,343	-	304,891
	Debt:				
	Hire purchase contracts	(122,468)	83,157	(29,133)	(68,444)
	Debts falling due after one year	(2,525,689)	2,525,689	-	-
	Net (debt)/funds	(3,012,609)	3,278,189	(29,133)	236,447
3	Reconciliation of net cash flow to movement in net funds/(debt)		2003	2002	
			£	£	
	Increase/(decrease) in cash in the year		669,343	(547,631)	
	Cash outflow from decrease in debt and hire purchase contracts		2,608,846	107,568	
	Change in net debt resulting from cash flows		3,278,189	(440,063)	
	New hire purchase contracts		(29,133)	(54,837)	
	Movement in net funds/(debt) in the year		3,249,056	(494,900)	
	Opening net debt		(3,012,609)	(2,517,709)	
	Closing net funds/(debt)		236,447	(3,012,609)	

4 Major non-cash transactions

During the year the company entered into hire purchase contracts in respect of assets with a total capital value at the inception of the contracts of £29,133 (2002 - £54,837).

WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2003

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable accounting standards.

1.3 Turnover

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

1.4 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 less estimated residual value of each asset over its expected useful life, as follows:

Leasehold improvements	25 years straight line
Plant and machinery	3 - 5 years straight line
Fixtures, fittings & equipment	3 - 5 years straight line
Motor vehicles	4 years straight line

1.5 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated in accordance with the policy stated above. 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.

1.6 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.7 Stock

Stock is valued at the lower of cost and net realisable value.

1.8 Pensions

The company operates a defined contribution scheme. The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with Financial Reporting Standard No 17.

1.9 Deferred taxation

The company has adopted the full provision basis for accounting for deferred tax arising from temporary timing differences. The rate of tax applied to such timing differences is the average rate that is expected to apply in the periods when the timing differences are expected to reverse. The deferred tax balance has not been discounted.

1.10 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Turnover

Turnover	
2003	2002
£	£
13,523,052	12,242,262
179,474	329,324
357,930	108,129
5,232	169
14,065,688	12,679,884

Other interest

WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2003

5	Taxation	2003	2002
		£	£
	Domestic current year tax		
	U.K. corporation tax	560,000	460,000
	Adjustment for prior years	(1,807)	16,273
	Current tax charge	558,193	476,273
	Deferred tax		
	Deferred tax credit current year	(7,000)	(28,785)
		551,193	447,488
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	1,719,615	1,430,919
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00% (2002 : 30.00%)	515,885	429,276
	Effects of:		
	Non deductible expenses	13,741	18,535
	Depreciation	86,930	72,915
	Capital allowances	(60,412)	(62,533)
	Adjustments to previous periods	(1,807)	16,273
	Other tax adjustments	3,856	1,807
		42,308	46,997
	Current tax charge	558,193	476,273

WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2003

6 Tangible fixed assets

	Leasehold improvements	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 February 2002	140,507	422,577	339,056	302,958	1,205,098
Additions	-	56,258	82,734	32,030	171,022
Disposals	-	-	(2,838)	(21,326)	(24,164)
At 31 January 2003	140,507	478,835	418,952	313,662	1,351,956
Depreciation					
At 1 February 2002	11,149	101,505	151,287	112,777	376,718
On disposals	-	-	(1,515)	(17,541)	(19,056)
Charge for the year	5,616	105,096	100,310	78,747	289,769
At 31 January 2003	16,765	206,601	250,082	173,983	647,431
Net book value					
At 31 January 2003	123,742	272,234	168,870	139,679	704,525
At 31 January 2002	129,358	321,072	187,769	190,181	828,380

Included above are assets held under finance leases or hire purchase contracts as follows:

	Motor vehicles £
Net book values	
At 31 January 2003	117,441
At 31 January 2002	173,289
Depreciation charge for the year	
31 January 2003	58,647
31 January 2002	70,721

WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2003

7 Fixed asset investments

	Shares in subsidiary undertakings £
Cost	
At 1 February 2002 & at 31 January 2003	100

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Class	Shares held %
Subsidiary undertakings			
Wesco Logistics Limited	England and Wales	Ordinary	100

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves	Profit for the year
Wesco Logistics Limited	100	-

8 Stocks	2003 £	2002 £
Finished goods and goods for resale	7,174,301	5,385,743

9 Debtors	2003 £	2002 £
Trade debtors	2,828,967	2,160,744
Other debtors	11,000	43,604
Prepayments and accrued income	106,777	80,335
	2,946,744	2,284,683

WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2003

10 Creditors: amounts falling due within one year	2003 £	2002 £
Bank loans and overdrafts	53,965	491,623
Net obligations under hire purchase contracts	51,220	78,531
Trade creditors	1,327,486	1,281,588
Amounts owed to subsidiary undertakings	100	100
Corporation tax	327,399	460,000
Other taxes and social security costs	327,476	204,470
Directors' current accounts	180	180
Other creditors	1,989,669	1,034,909
Accruals and deferred income	575,873	292,665
	<u>4,653,368</u>	<u>3,844,066</u>

The bank overdrafts are secured by a fixed and floating charge over all company assets. Interest is charged on the overdraft at 2% over bank base rate.

Hire purchase contracts are secured against the assets to which they relate.

Other creditors represents amounts owed to a related party, as disclosed in note 22.

WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2003

11 Creditors: amounts falling due after more than one year	2003 £	2002 £
Other loans	-	2,525,689
Net obligations under hire purchase contracts	17,224	43,937
	<u>17,224</u>	<u>2,569,626</u>
Analysis of loans		
Not wholly repayable within five years other than by instalments:		
Loan from Wesco Aircraft Hardware Corp.	-	2,525,689
	<u>-</u>	<u>2,525,689</u>
In more than five years	-	2,525,689
	<u>-</u>	<u>2,525,689</u>
The loan from Wesco Aircraft Hardware Corp. is a related party transaction, as disclosed in note 22. The loan was interest-free and had no fixed date of repayment.		
Hire purchase contracts are secured against the assets to which they relate.		
Net obligations under hire purchase contracts		
Repayable within one year	55,354	85,895
Repayable between one and five years	18,334	45,012
	<u>73,688</u>	<u>130,907</u>
Finance charges and interest allocated to future accounting periods	(5,244)	(8,439)
	<u>68,444</u>	<u>122,468</u>
Included in liabilities falling due within one year	(51,220)	(78,531)
	<u>17,224</u>	<u>43,937</u>

WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2003

12 Provisions for liabilities and charges

	Deferred taxation £
Balance at 1 February 2002	7,000
Profit and loss account	(7,000)
	<u> </u>
Balance at 31 January 2003	<u> </u> -

Deferred taxation provided in the financial statements is as follows:

	2003 £	2002 £
Accelerated capital allowances	-	7,000
	<u> </u>	<u> </u>

13 Pension costs

Defined contribution

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, as follows:

	2003 £	2002 £
Contributions payable by the company for the year	44,951	34,920
	<u> </u>	<u> </u>

14 Share capital

	2003 £	2002 £
Authorised		
100,000 Ordinary shares of £ 1 each	100,000	10,000
	<u> </u>	<u> </u>
Allotted, called up and fully paid		
20,000 Ordinary shares of £ 1 each	20,000	10,000
	<u> </u>	<u> </u>

During the year, the company increased its authorised share capital with the creation of a further 90,000 Ordinary shares of £1 each. The company then allotted 10,000 Ordinary shares of £1 each for cash consideration of US\$493 per share.

WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2003

15 Statement of movements on reserves

	Share premium account £	Profit and loss account £
Balance at 1 February 2002	-	2,195,385
Retained profit for the year	-	1,168,422
Premium on shares issued during the year	3,130,127	-
Balance at 31 January 2003	3,130,127	3,363,807

16 Reconciliation of movements in shareholders' funds

	2003 £	2002 £
Profit for the financial year	1,168,422	983,431
Proceeds from issue of shares	3,140,127	-
Net addition to shareholders' funds	4,308,549	983,431
Opening shareholders' funds	2,205,385	1,221,954
Closing shareholders' funds	6,513,934	2,205,385

17 Contingent liabilities

There is a H M Customs and Excise guarantee liability of £100,000 (2002 - £100,000).

18 Financial commitments

At 31 January 2003 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings		Other	
	2003	2002	2003	2002
	£	£	£	£
Expiry date:				
Within one year	-	15,450	5,558	-
Between two and five years	66,000	3,000	-	12,047
	66,000	18,450	5,558	12,047

WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2003

19 Directors' emoluments	2003 £	2002 £
Emoluments for qualifying services	62,410	58,206
Company pension contributions to money purchase schemes	4,884	4,257
	<u>67,294</u>	<u>62,463</u>

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 1 (2002 - 1).

20 Employees

Number of employees

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

	2003 Number	2002 Number
Administration	34	19
Sales	9	19
Warehouse	41	39
	<u>84</u>	<u>77</u>

Employment costs

	£	£
Wages and salaries	1,753,067	1,618,104
Social security costs	162,791	144,978
Other pension costs	44,951	34,920
	<u>1,960,809</u>	<u>1,798,002</u>

21 Control

The ultimate parent company is Flintbrook Limited, a company controlled by R Snyder, a director.

WESCO AIRCRAFT EUROPE LIMITED
(FORMERLY WESCO AIRCRAFT UNITED KINGDOM LIMITED)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2003

22 Related party transactions

During the financial year the company entered into transactions with related parties as stated below:

Wesco Aircraft Hardware Corp. (WAHC)

WAHC, a company registered in the USA, is controlled by R Snyder, a director of Wesco Aircraft Europe Limited (WAE). During the year WAHC purchased £173,598 (2002 - £200,231) of aircraft parts from, and sold £1,885,927 (2002 - £1,492,369) of aircraft parts to WAE on an arms length basis. In addition, there are some transactions with WAHC on which commissions are earned. Total commissions payable to WAE for the year amounted to £6,120 (2002 - £65,995). At the balance sheet date £nil (2002 - £34,937) was due from WAHC and included within other debtors and £1,989,669 (2002 - £1,034,909) was due to WAHC and included within other creditors. In addition, a loan of £nil (2002 - £2,525,689) was owed to WAHC at the balance sheet date and is included in other loans within creditors, amounts due after more than one year. The loan was interest-free and had no fixed date of repayment.

Snyder Family Living Trust (Trust)

The company operates from premises which are owned by the Trust, in which R Snyder, a director of this company, has an interest. Rents payable to the Trust for the year amounted to £49,500 (2002 - £nil). At the balance sheet date, £11,000 (2002 - £7,090) was owed by the Trust and included within other debtors.