
PARKES PRODUCTS LIMITED

ABBREVIATED ACCOUNTS

**FOR THE YEAR ENDED
31 JANUARY 2002**



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PARKES PRODUCTS LIMITED

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PARKES PRODUCTS LIMITED

DIRECTORS' REPORT **For the year ended 31 January 2002**

The directors present their report and the financial statements for the year ended 31 January 2002.

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.

PRINCIPAL ACTIVITIES AND REVIEW OF BUSINESS

The principal activities of the company in the period were the manufacture and supply of building components and the manufacture and supply of road signs and road safety equipment.

The company was in a voluntary arrangement with creditors and members during the year: the directors are pleased to report that having completed the required payments during the year the voluntary arrangement has come to an end. The company has traded profitably and the directors consider that the company is well placed to continue to do so.

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £361,431 (2001 - £7,019).

The directors recommend that no dividend should be paid.

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	
	<u>31/1/02</u>	<u>1/2/01</u>
DE Berwick	3,750	3,750
BS Parish	1,500	1,500

LAND AND BUILDINGS

The directors consider that there is no substantial difference between the market and the balance sheet values of land and buildings.

EVENTS SINCE THE END OF THE YEAR

The company was in a company voluntary arrangement with creditors and members. Formal successful completion of the this arrangement occurred after the year end. As all necessary payments into the arrangement had been made before the year end the completion of this arrangement has been reflected in these accounts.

PARKES PRODUCTS LIMITED

DIRECTORS' REPORT
For the year ended 31 January 2002

FUTURE DEVELOPMENTS

The directors expect the company to continue successfully to develop existing markets and they consider that it is well placed to do so.

AUDITORS

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

This report was approved by the board on 25 April 2002 and signed on its behalf.



DE Berwick
Secretary

PARKES PRODUCTS LIMITED

INDEPENDENT AUDITORS' REPORT TO PARKES PRODUCTS LIMITED
Under section 247B of the Companies Act 1985

We have examined the abbreviated accounts of Parkes Products Limited for the year ended 31 January 2002 set out on pages 4 to 18, together with the financial statements of the company for the year ended 31 January 2002 prepared under section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

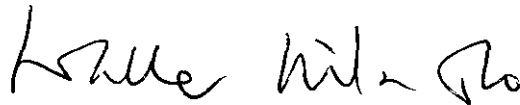
The directors are responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act to the registrar 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 18 are properly prepared in accordance with those provisions.



Waller Wilson & Co

Chartered Accountants
Registered Auditors

The Forge Cottage
2 High Street
Mildenhall
Suffolk IP28 7EJ

25 April 2002

PARKES PRODUCTS LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT
For the year ended 31 January 2002

	Note	2002 £	2001 £
GROSS PROFIT		860,207	1,119,212
Administrative expenses		<u>(788,492)</u>	<u>(1,041,131)</u>
OPERATING PROFIT	2	71,715	78,081
EXCEPTIONAL ITEMS	6		
Net loss on disposal of tangible fixed assets		(55,968)	(46,765)
Other exceptional items		<u>384,617</u>	<u>-</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST		400,364	31,316
Income from other fixed asset investments		14,400	36,000
Interest receivable		1,301	1,553
Interest payable	5	<u>(46,678)</u>	<u>(53,111)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		369,387	15,758
TAX ON PROFIT ON ORDINARY ACTIVITIES	7	<u>(7,956)</u>	<u>(8,739)</u>
RETAINED PROFIT FOR THE FINANCIAL YEAR		361,431	7,019
LOSS BROUGHT FORWARD		<u>(109,146)</u>	<u>(116,165)</u>
RETAINED PROFIT/(LOSS) CARRIED FORWARD		<u><u>£ 252,285</u></u>	<u><u>£ (109,146)</u></u>

All amounts relate to continuing operations.

There were no recognised gains and losses for 2002 or 2001 other than those included in the profit and loss account.

The notes on pages 8 to 18 form part of these financial statements.

PARKES PRODUCTS LIMITED

NOTE OF HISTORICAL COST PROFITS AND LOSSES
For the year ended 31 January 2002

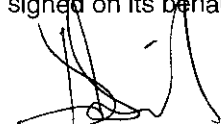
	2002 £	2001 £
REPORTED PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	369,387	15,758
Difference between a historical cost depreciation charge and the actual depreciation charge for the year calculated on the revalued amount	3,444	2,749
HISTORICAL COST PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	£ 372,831	£ 18,507
HISTORICAL PROFIT FOR THE YEAR RETAINED AFTER TAXATION AND DIVIDENDS	£ 364,875	£ 9,768

PARKES PRODUCTS LIMITED

ABBREVIATED BALANCE SHEET
As at 31 January 2002

	Note	£	2002 £	£	2001 £
FIXED ASSETS					
Tangible fixed assets	8		735,198		842,951
Investments	9		160,000		160,000
			<u>895,198</u>		<u>1,002,951</u>
CURRENT ASSETS					
Stocks	10	368,656		476,773	
Debtors	11	459,693		565,473	
Cash in hand		265		191	
			<u>828,614</u>	<u>1,042,437</u>	
CREDITORS: amounts falling due within one year	12	(1,014,701)		(1,675,899)	
NET CURRENT LIABILITIES			<u>(186,087)</u>		<u>(633,462)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			709,111		369,489
CREDITORS: amounts falling due after more than one year	13		(258,057)		(281,441)
PROVISIONS FOR LIABILITIES AND CHARGES					
Deferred taxation	14		(11,575)		(10,000)
NET ASSETS			<u>£ 439,479</u>		<u>£ 78,048</u>
CAPITAL AND RESERVES					
Called up share capital	15		9,000		9,000
Revaluation reserve			178,194		178,194
Profit and loss account			252,285		(109,146)
SHAREHOLDERS' FUNDS - All Equity	16		<u>£ 439,479</u>		<u>£ 78,048</u>

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to medium-sized companies, were approved by the board on 25 April 2002 and signed on its behalf.



DE Berwick
Director

The notes on pages 8 to 18 form part of these financial statements.

PARKES PRODUCTS LIMITED

ABBREVIATED CASH FLOW STATEMENT
For the year ended 31 January 2002

	Note	2002 £	2001 £
Net cash flow from operating activities	17	81,169	127,075
Returns on investments and servicing of finance	18	(30,977)	(15,558)
Taxation		(8,878)	(10,802)
Capital expenditure and financial investment	18	(12,695)	(350,097)
CASH INFLOW/(OUTFLOW) BEFORE FINANCING		<u>28,619</u>	<u>(249,382)</u>
Financing	18	27,910	241,172
INCREASE/(DECREASE) IN CASH IN THE PERIOD		<u>£ 56,529</u>	<u>£ (8,210)</u>

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT (NOTE 19)
For the year ended 31 January 2002

	2002 £	2001 £
Increase/(Decrease) in cash in the period	56,529	(8,210)
Cash decrease from decrease in debt and lease financing	(27,910)	(241,172)
MOVEMENT IN NET DEBT IN THE PERIOD	<u>28,619</u>	<u>(249,382)</u>
Net debt at 1 February 2001	(697,548)	(448,166)
NET DEBT AT 31 JANUARY 2002	<u>£ (668,929)</u>	<u>£ (697,548)</u>

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 January 2002

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 as modified by the revaluation of long leasehold land and buildings.

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 not charged on freehold land. Depreciation on other tangible fixed assets is provided at rates calculated to write off the cost of those assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold buildings	-	2% straight line
Long-term leasehold land and buildings	-	over the remaining term of the lease
Plant and equipment	-	10% straight line
Motor vehicles	-	25% straight line
Office equipment	-	20 to 25% straight line

1.4 Revaluation of tangible fixed assets

As permitted by the transitional provisions of FRS 15 Tangible Fixed Assets the company has elected not to adopt a policy of revaluation of tangible fixed assets. The company will retain the book value of land and buildings, previously revalued at February 1991 and will not update that valuation.

1.5 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.

1.6 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.

1.7 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.

1.8 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 timing differences arising on revaluations of fixed assets which are not intended to be sold and 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.

PARKES PRODUCTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 January 2002

1.9 Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

1.10 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

2. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2002	2001
	£	£
Depreciation of tangible fixed assets:		
- owned by the company	64,480	68,828
- held under finance leases	-	20,770
Auditors' remuneration	3,500	3,900
Auditors' remuneration - non-audit	850	850
Difference on foreign exchange	-	(523)
	<u> </u>	<u> </u>

3. STAFF COSTS

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

	2002	2001
	£	£
Wages and salaries	555,530	612,411
Other pension costs	13,063	32,928
	<u> </u>	<u> </u>
	£ 568,593	£ 645,339
	<u> </u>	<u> </u>

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

2002	2001
No.	No.
40	45
<u> </u>	<u> </u>

4. DIRECTORS' REMUNERATION

	2002	2001
	£	£
Emoluments	£ 60,458	£ 76,309
	<u> </u>	<u> </u>
Company pension contributions to money purchase pension schemes	£ 13,063	£ 32,928
	<u> </u>	<u> </u>

During the year retirement benefits were accruing to 2 directors (2001 - 2) in respect of money purchase pension schemes.

PARKES PRODUCTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 January 2002

5. INTEREST PAYABLE

	2002	2001
	£	£
On bank loans and overdrafts	29,972	28,549
On other loans	15,467	23,031
On finance leases and hire purchase contracts	1,239	1,531
	£ 46,678	£ 53,111

6. EXCEPTIONAL ITEMS

	2002	2001
	£	£
Exceptional item - credit on completion of company voluntary arrangement	384,617	-
Exceptional item - loss on disposal of tangible fixed assets	(55,968)	(46,765)
	£ 328,649	£ (46,765)

PARKES PRODUCTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 January 2002

7. TAXATION

	2002 £	2001 £
Analysis of tax charge in year		
Current tax (see note below)		
UK corporation tax on profits of the year	6,250	8,724
Adjustments in respect of prior periods	131	15
Total current tax	<u>6,381</u>	<u>8,739</u>
Deferred tax		
Origination and reversal of timing differences	1,575	-
Total deferred tax (see note 14)	<u>1,575</u>	<u>-</u>
Tax on profit on ordinary activities	<u>£ 7,956</u>	<u>£ 8,739</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 (20%). The differences are explained below:

	2002 £	2001 £
Profit on ordinary activities before tax	<u>369,387</u>	<u>15,758</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2001 - 20)	73,877	3,152
Effects of:		
Expenses not deductible for tax purposes	7	741
Tax rate adjustment for period	(68)	(121)
Adjustments to tax charge in respect of prior periods	131	15
Income not chargeable for tax purposes	(79,803)	(7,200)
Adjustment for deferred tax for prior periods	12,237	12,152
Current tax charge for year (see note above)	<u>£ 6,381</u>	<u>£ 8,739</u>

There were no factors that may affect future tax charges.

PARKES PRODUCTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 January 2002

8. TANGIBLE FIXED ASSETS

	Land and buildings	Plant and machinery	Motor vehicles	Furniture, fittings and equipment	Total
	£	£	£	£	£
Cost or valuation					
At 1 February 2001	690,243	540,665	67,891	76,852	1,375,651
Additions	-	12,695	-	-	12,695
Disposals	-	(177,047)	-	(14,495)	(191,542)
At 31 January 2002	<u>690,243</u>	<u>376,313</u>	<u>67,891</u>	<u>62,357</u>	<u>1,196,804</u>
Depreciation					
At 1 February 2001	59,746	397,375	33,464	42,115	532,700
Charge for the year	11,366	29,599	13,027	10,488	64,480
On disposals	-	(125,162)	-	(10,412)	(135,574)
At 31 January 2002	<u>71,112</u>	<u>301,812</u>	<u>46,491</u>	<u>42,191</u>	<u>461,606</u>
Net book value					
At 31 January 2002	<u>£ 619,131</u>	<u>£ 74,501</u>	<u>£ 21,400</u>	<u>£ 20,166</u>	<u>£ 735,198</u>
At 31 January 2001	<u>£ 630,497</u>	<u>£ 143,290</u>	<u>£ 34,427</u>	<u>£ 34,737</u>	<u>£ 842,951</u>

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

	2002 £	2001 £
Plant and machinery	15,818	25,743
Motor vehicles	15,933	22,546
	<u>£ 31,751</u>	<u>£ 48,289</u>

Included in land and buildings is freehold land at cost £65,500 which is not depreciated.

At 31 January 2002, included within the net book value of land and buildings is £321,191 relating to freehold land and buildings, £297,940 relating to long term leasehold land and buildings and £NIL relating to short term leasehold land and buildings.

The long leasehold land and buildings were valued by Messrs Barker Storey Hart, chartered surveyors, in February 1991 on an open market basis at £450,000. The directors decided to include a lower amount of £350,000 in view of prevailing economic conditions. As noted in note 1 the company has elected not to adopt a policy of revaluation and will retain the book value based on this valuation. Under the historical cost accounting rules the net book value of the revalued land and buildings at 31 January 2002 would be £151,597 and under the same rules depreciation charged on these assets would have been £2,660: actual depreciation charged was £6,104.

PARKES PRODUCTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 January 2002

9. FIXED ASSET INVESTMENTS

	Other invest- ments £	Total £
Cost		
At 1 February 2001 and 31 January 2002	£ 160,000	£ 160,000

The investment is in 160,000 £1 9% redeemable preference shares in Positive Manufacturing Limited. These shares are redeemable after 30 June 2005 at six months notice. The dividend receivable in the year was £14,400.

10. STOCKS

	2002 £	2001 £
Raw materials	57,756	54,084
Work in progress	6,400	15,341
Finished goods and goods for resale	304,500	407,348
	<u>£ 368,656</u>	<u>£ 476,773</u>

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

11. DEBTORS

	2002 £	2001 £
Due within one year		
Trade debtors	434,573	475,921
Other debtors	10,005	81,285
Prepayments and accrued income	15,115	8,267
	<u>£ 459,693</u>	<u>£ 565,473</u>

PARKES PRODUCTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 January 2002

12. CREDITORS:
Amounts falling due within one year

	2002	2001
	£	£
Bank loans, overdrafts and due to factors	405,851	405,140
Net obligations under finance leases and hire purchase contracts	5,286	11,158
Trade creditors	434,978	1,062,257
Corporation tax	6,111	8,608
Social security and other taxes	52,186	55,126
Other creditors	72,373	72,369
Accruals and deferred income	37,916	61,241
	£ 1,014,701	£ 1,675,899

The company's indebtedness to the bank, which comprises overdraft of £85,661 (2001 £142,116) and loan of £150,557 (2001 £165,132) is secured by a fixed and floating charge over all current and future assets of the company and by legal mortgages over the company's freehold land and buildings. The bank loan is repayable in nine years. The interest rate is 2.5% over National Westminster Bank base rate.

The balance with factors is £302,690 and is secured by a fixed and floating charge over all the assets of the company.

Amounts owing to directors and to a former director are secured by a mortgage debenture with a floating charge over all the assets of the company. The amount due to directors included in other creditors is £34,818 and the amount due to a former director also in other creditors is £37,554.

Trade creditors include amounts due to Positive Manufacturing Ltd of £157,751: as noted below the directors are interested in transactions with this company by virtue of their shareholdings in it.

PARKES PRODUCTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 January 2002

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

	2002 £	2001 £
Bank loan and pensions scheme loan	258,057	276,155
Net obligations under finance leases and hire purchase contracts	-	5,286
	<u>£ 258,057</u>	<u>£ 281,441</u>

Included within the above are amounts falling due as follows:

	2002 £	2001 £
Between one and two years		
Bank loan	18,800	13,977
Between two and five years		
Bank loan and pension scheme loan	190,257	166,931
Over five years		
Bank loan	49,000	95,247

Creditors include amounts not wholly repayable within 5 years as follows:

	2002 £	2001 £
Repayable by instalments	£ 49,000	£ 95,247

The pension scheme loan of £125,000 (2001£125,000) is a loan from the directors' small self administered scheme and is repayable on 20 March 2005. It is unsecured and interest is charged on this loan at 3% over Barclays Bank plc base rate. Details of the bank loan are given in the note above.

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

	2002 £	2001 £
Between two and five years	£ -	£ 5,286

PARKES PRODUCTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 January 2002

14. DEFERRED TAXATION

	2002 £	2001 £
At 1 February 2001	10,000	10,000
Charge for the year	1,575	-
	<u>£ 11,575</u>	<u>£ 10,000</u>

The provision for deferred taxation is made up as follows:

	2002 £	2001 £
Accelerated capital allowances	11,575	10,000
Tax losses brought forward	-	-
Advance corporation tax	-	-
	<u>£ 11,575</u>	<u>£ 10,000</u>

15. SHARE CAPITAL

	2002 £	2001 £
Authorised		
10,000 Ordinary shares of £1 each	<u>£ 10,000</u>	<u>£ 10,000</u>
Allotted, called up and fully paid		
9,000 Ordinary shares of £1 each	<u>£ 9,000</u>	<u>£ 9,000</u>

16. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2002 £	2001 £
Profit for the year	361,431	7,019
	<u>361,431</u>	<u>7,019</u>
Opening shareholders' funds	78,048	71,029
Closing shareholders' funds	<u>£ 439,479</u>	<u>£ 78,048</u>

PARKES PRODUCTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 January 2002

17. NET CASH FLOW FROM OPERATING ACTIVITIES

	2002 £	2001 £
Operating profit	71,715	78,081
Depreciation of tangible fixed assets	64,480	89,598
Decrease/(increase) in stocks	108,117	(33,141)
Decrease in debtors	105,780	253,871
Decrease in creditors	(268,923)	(261,334)
NET CASH INFLOW FROM OPERATIONS	£ 81,169	£ 127,075

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

	2002 £	2001 £
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		
Interest received	1,301	1,553
Interest paid	(45,439)	(51,580)
Hire purchase interest	(1,239)	(1,531)
Income from investments	14,400	36,000
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE	£ (30,977)	£ (15,558)

	2002 £	2001 £
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT		
Purchase of tangible fixed assets	(12,695)	(352,996)
Sale of tangible fixed assets	-	2,899
NET CASH OUTFLOW FROM CAPITAL EXPENDITURE	£ (12,695)	£ (350,097)

	2002 £	2001 £
FINANCING		
New secured loans	39,068	235,957
Principal payment under finance lease	(11,158)	5,215
NET CASH INFLOW FROM FINANCING	£ 27,910	£ 241,172

PARKES PRODUCTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 January 2002

19. ANALYSIS OF CHANGES IN NET DEBT

	1 February 2001 £	Cash flow £	Other non-cash changes £	31 January 2002 £
Cash at bank and in hand:	191	74	-	265
Bank overdraft	(142,116)	56,455	-	(85,661)
	<u>(141,925)</u>	<u>56,529</u>	<u>-</u>	<u>(85,396)</u>
DEBT :				
Finance leases	(16,444)	11,158	-	(5,286)
Debts due within one year	(263,024)	(39,068)	(18,098)	(320,190)
Debts falling due after more than one year	(276,155)	-	18,098	(258,057)
	<u></u>	<u></u>	<u></u>	<u></u>
NET DEBT	£ (697,548)	£ 28,619	£ -	£ (668,929)
	<u><u></u></u>	<u><u></u></u>	<u><u></u></u>	<u><u></u></u>

20. DIRECTORS' PERSONAL GUARANTEES

The directors have given personal guarantees in respect of the company's borrowings from the bank and from factors.

21. RELATED PARTY TRANSACTIONS

By virtue of their shareholdings in Positive Manufacturing Limited DE Berwick and BS Parish were deemed to be interested in transactions between Parkes Products Limited and Positive Manufacturing Limited. During the year the company traded on normal commercial terms with Positive Manufacturing Limited, the details being as follows. Sales to Positive Manufacturing amounted to £695,165. Additionally the company recharged certain overhead expenses and made management charges to Positive Manufacturing Limited during the year of £81,985 in total. The balance outstanding at the end of the year between the companies was £157,751 due by Parkes Products Limited and which is included in trade creditors.

22. POST BALANCE SHEET EVENTS

Following the year end the company voluntary arrangement was formally completed: the financial effect of this has been included in these accounts as shown in note 7 above.

23. CONTROLLING PARTY

The company is under the control of the directors.