

VEXCOLT (UK) LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 2002

Company number: 1955821



VEXCOLT (UK) LIMITED

AUDITORS' REPORT

**AUDITORS' REPORT TO VEXCOLT (UK) LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages 2 to 5, together with the financial statements of Vexcolt (UK) Limited for the year ended 31 March 2002 prepared under section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

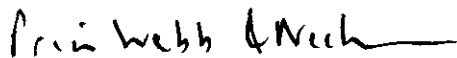
The director is responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts in accordance with section 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to 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 246(5) and (6) of the Companies Act 1985 and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.



PRIOR WEBB & NICHOLLS
Chartered Accountants and Registered Auditors

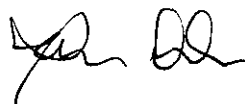
7b High Street
Bramley
Guildford
Surrey
GU5 0HB

Date 27 August 2002

VEXCOLT (UK) LIMITED
 ABBREVIATED BALANCE SHEET
 AS AT 31 MARCH 2002

	Notes	2002	2001
FIXED ASSETS			
Tangible assets	3	16,132	20,510
		-----	-----
CURRENT ASSETS			
Stocks		94,050	55,853
Debtors		327,706	304,507
		-----	-----
		421,756	360,360
CREDITORS: amounts falling due within one year		300,341	293,128
		-----	-----
NET CURRENT ASSETS		121,415	67,232
		-----	-----
TOTAL ASSETS LESS CURRENT LIABILITIES		137,547	87,742
CREDITORS: amounts falling due after more than one year		-	(739)
		-----	-----
		137,547	87,003
		=====	=====
CAPITAL AND RESERVES			
Called up share capital	4	100	100
Profit and loss account		137,447	86,903
		-----	-----
		137,547	87,003
		=====	=====

The abbreviated accounts which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies were approved by the board on **27 August 2002**

Director 

The notes on pages 3 to 5 form part of these financial statements.

VEXCOLT (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS AS AT 31 MARCH 2002

1. ACCOUNTING POLICIES

ACCOUNTING CONVENTION

These accounts have been prepared under the historical cost convention, and in accordance with applicable Accounting Standards. The company has taken advantage of the exemption in FRSI from producing a cash flow statement on the grounds that it is a small company.

DEPRECIATION

Depreciation is provided on all tangible assets at rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life, as follows:

Plant and equipment	25% on a reducing balance basis per annum
Office equipment	25% on a reducing balance basis per annum
Motor vehicles	25% on a reducing balance basis per annum

STOCKS

Stocks are stated at the lower of cost and net realisable value as follows:

Cost incurred in bringing each product to its present location and condition:

Raw materials - purchase cost on a first in first out basis

Net realisable value is based on estimated selling price less further costs expected to be incurred to completion and disposal.

DEFERRED TAXATION

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using liability method, only to the extent that, in the opinion of the director, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

LEASES AND HIRE PURCHASES

Assets acquired under hire purchase contracts are capitalised and included within fixed assets. Such assets are depreciated on a written down value basis over the asset's useful life in accordance with the company's normal depreciation policy. Liabilities under hire purchase contracts, less interest not yet charged, are included in creditors. Interest is charged to the profit and loss account over the term of each contract on a straight line basis.

Rentals under operating leases are charged to the profit and loss account on a straight line basis over the term of the lease.

PENSION SCHEME

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.

VEXCOLT (UK) LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
AS AT 31 MARCH 2002**

2. TURNOVER

Turnover represents the invoiced value of goods sold and services provided, stated net of value added tax.

The turnover and pre-tax result are attributable to one activity, that of the manufacture and supply of expansion joints to the construction industry.

3. TANGIBLE FIXED ASSETS

	Plant and equipment	Office equipment	Motor vehicles	Total
COST:				
As 31 March 2001	36,649	15,194	12,230	64,073
Additions	-	1,000	-	1,000
Disposals	-	-	-	-
	-----	-----	-----	-----
At 31 March 2002	36,649	16,194	12,230	65,073
	-----	-----	-----	-----
DEPRECIATION:				
As 31 March 2001	27,597	10,616	5,350	43,563
Charge for the year	2,263	1,395	1,720	5,378
Released on disposal	-	-	-	-
	-----	-----	-----	-----
At 31 March 2002	29,860	12,011	7,070	48,941
	-----	-----	-----	-----
NET BOOK AMOUNTS:				
At 31 March 2002	6,789	4,183	5,160	16,132
	=====	=====	=====	=====
At 31 March 2001	9,052	4,578	6,880	20,510
	=====	=====	=====	=====

In respect of assets capitalised under hire purchase contracts included above:

NET BOOK AMOUNTS:				
At 31 March 2002	-	-	5,695	5,695
	=====	=====	=====	=====
At 31 March 2001	-	-	7,594	7,594
	=====	=====	=====	=====

4. SHARE CAPITAL

	2002	2001
Authorised		
Ordinary shares of £1 each	25,000	25,000
	=====	=====
Allotted, issued and fully paid		
Ordinary shares of £1 each	100	100
	=====	=====

VEXCOLT (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
AS AT 31 MARCH 2002

5. RELATED PARTY TRANSACTIONS

Stock items purchased through Vexcolt (UK) Limited, during the year of £440,811 (2001 - £279,189) were transferred at cost to the sister company Vexcolt International Limited. Administration charges of £115,000 were charged to Vexcolt International Limited in respect of work carried out by Vexcolt (UK) Limited staff on their behalf. Vexcolt International Limited and Vexcolt (UK) Limited are wholly owned subsidiaries of Vexcolt Holdings Limited, which is registered in England.

Also during the year management charges of £58,000 (2001 - £50,000) were due to Vexcolt Holdings Limited.

The following intercompany balance remain at the year end:

Vexcolt Holdings Limited (Parent Company)	£35,051 dr
Vexcolt International Limited	£241,989 dr

Amounts owed or due to group companies are unsecured, interest free with repayment dates unspecified.