

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2004
FOR
TEPARAY PRECISION SHEET METAL LIMITED



TEPARAY PRECISION SHEET METAL LIMITED

CONTENTS OF THE ABBREVIATED ACCOUNTS
for the year ended 31 August 2004

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors on the Abbreviated Accounts	4
Abbreviated Profit and Loss Account	5
Abbreviated Balance Sheet	6
Cash Flow Statement	7
Notes to the Cash Flow Statement	8
Notes to the Abbreviated Accounts	10

TEPARAY PRECISION SHEET METAL LIMITED

COMPANY INFORMATION
for the year ended 31 August 2004

DIRECTORS:

Mr T W Belcher
Mr R D Belcher
Mr T R W Belcher

SECRETARY:

Mr T R W Belcher

REGISTERED OFFICE:

1-5 Fowler Road
Hainault
Ilford
Essex
IG6 3UT

REGISTERED NUMBER:

02596921

AUDITORS:

RAFFINGERS
Chartered Certified Accountants
Registered Auditors
19-20 Bourne Court
Southend Road
Woodford Green
Essex
IG8 8HD

TEPARAY PRECISION SHEET METAL LIMITED

REPORT OF THE DIRECTORS **for the year ended 31 August 2004**

The directors present their report with the accounts of the company for the year ended 31 August 2004.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the production of precision sheet metal fabrications.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed accounts.

DIVIDENDS

Interim dividends per share on the "B" Ordinary £1 shares were paid as follows:

£37.00	- 31 August 2004
£41.34	- 31 July 2004
£21.34	- 30 June 2004
£21.34	- 31 May 2004
£53.35	- 30 April 2004
£42.68	- 31 March 2004
£42.68	- 29 February 2004
£71.45	- 31 January 2004
£26.97	- 31 December 2003
£22.55	- 30 November 2003
£20.83	- 31 October 2003
£20.83	- 30 September 2003
£422.37	

The directors recommend that no final dividend be paid on these shares.

No interim dividend was paid on the "A" Ordinary £1 shares. The directors recommend that no final dividend be paid on these shares.

The total distribution of dividends for the year ended 31 August 2004 will be £322,539.

DIRECTORS

The directors during the year under review were:

Mr T W Belcher
Mr R D Belcher
Mr T R W Belcher

The beneficial interests of the directors holding office on 31 August 2004 in the issued share capital of the company were as follows:

	31.8.04	1.9.03
"A" Ordinary £1 shares		
Mr T W Belcher	60	60
Mr R D Belcher	20	20
Mr T R W Belcher	20	20
"B" Ordinary £1 shares		
Mr T W Belcher	300	300
Mr R D Belcher	300	300
Mr T R W Belcher	300	300

CHARITABLE DONATIONS

The company made charitable donations totalling £550.

TEPARAY PRECISION SHEET METAL LIMITED

REPORT OF THE DIRECTORS
for the year ended 31 August 2004

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.

ON BEHALF OF THE BOARD:



Mr T R W Belcher - Secretary

24 November 2004

REPORT OF THE INDEPENDENT AUDITORS TO
TEPARAY PRECISION SHEET METAL LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages five to sixteen, together with the full financial statements of the company for the year ended 31 August 2004 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

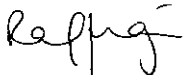
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of 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 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 full 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 five to sixteen are properly prepared in accordance with that provision.



RAFFINGERS
Chartered Certified Accountants
Registered Auditors
19-20 Bourne Court
Southend Road
Woodford Green
Essex
IG8 8HD

1 December 2004

TEPARAY PRECISION SHEET METAL LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT
for the year ended 31 August 2004

		2004	2003
	Notes	£	£
GROSS PROFIT		2,110,169	1,408,875
Administrative expenses		1,442,477	1,033,617
OPERATING PROFIT	3	667,692	375,258
Write back of depreciation on change of accounting policy	4	443,947	-
		1,111,639	375,258
Interest receivable and similar income		390	874
		1,112,029	376,132
Interest payable and similar charges	5	65,764	70,228
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		1,046,265	305,904
Tax on profit on ordinary activities	6	222,860	57,516
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		823,405	248,388
Dividends	7	322,539	167,354
		500,866	81,034
Retained profit brought forward		467,006	385,972
RETAINED PROFIT CARRIED FORWARD		<u>£967,872</u>	<u>£467,006</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current and previous years.

TEPARAY PRECISION SHEET METAL LIMITED

ABBREVIATED BALANCE SHEET

31 August 2004

	Notes	2004		2003	
		£	£	£	£
FIXED ASSETS:					
Tangible assets	8		1,875,107		896,587
CURRENT ASSETS:					
Stocks	9	344,597		335,426	
Debtors	10	1,073,553		798,274	
Cash at bank and in hand		14,371		1,811	
		<u>1,432,521</u>		<u>1,135,511</u>	
CREDITORS: Amounts falling due within one year	11	<u>1,420,210</u>		<u>1,081,783</u>	
NET CURRENT ASSETS:			<u>12,311</u>		<u>53,728</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			1,887,418		950,315
CREDITORS: Amounts falling due after more than one year	12		(721,775)		(436,673)
PROVISIONS FOR LIABILITIES AND CHARGES:	16		(196,771)		(45,636)
			<u>£968,872</u>		<u>£468,006</u>
CAPITAL AND RESERVES:					
Called up share capital	17		1,000		1,000
Profit and loss account			967,872		467,006
SHAREHOLDERS' FUNDS:	19		<u>£968,872</u>		<u>£468,006</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.

ON BEHALF OF THE BOARD:



Mr T W Belcher - Director



Mr R D Belcher - Director

Approved by the Board on 24 November 2004

The notes form part of these abbreviated accounts

TEPARAY PRECISION SHEET METAL LIMITED

CASH FLOW STATEMENT
for the year ended 31 August 2004

		<u>2004</u>		<u>2003</u>	
	Notes	£	£	£	£
Net cash inflow from operating activities	1		907,126		844,500
Returns on investments and servicing of finance	2		(58,626)		(69,354)
Taxation			(51,210)		(8,151)
Capital expenditure and financial investment	2		(64,291)		(52,142)
Equity dividends paid			(322,539)		(167,354)
			<u>410,460</u>		<u>547,499</u>
Financing	2		(361,791)		(691,462)
Increase/(Decrease) in cash in the period			<u><u>£48,669</u></u>		<u><u>£(143,963)</u></u>
Reconciliation of net cash flow to movement in net debt	3				
Increase/(Decrease) in cash in the period		48,669		(143,963)	
Cash outflow from decrease in debt and lease financing		<u>361,791</u>		<u>691,462</u>	
Change in net debt resulting from cash flows			410,460		547,499
New finance leases			<u>(659,897)</u>		<u>(247,126)</u>
Movement in net debt in the period			<u>(249,437)</u>		<u>300,373</u>
Net debt at 1 September			<u>(805,062)</u>		<u>(1,105,435)</u>
Net debt at 31 August			<u><u>£(1,054,499)</u></u>		<u><u>£(805,062)</u></u>

The notes form part of these abbreviated accounts

TEPARAY PRECISION SHEET METAL LIMITED

NOTES TO THE CASH FLOW STATEMENT
for the year ended 31 August 2004

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2004 £	2003 £
Operating profit	667,692	375,258
Depreciation charges	184,238	237,184
Loss on sale of fixed assets	5,377	4,129
Increase in stocks	(9,171)	(95,066)
(Increase)/Decrease in debtors	(275,279)	371,895
Increase/(Decrease) in creditors	334,269	(48,900)
Net cash inflow from operating activities	<u><u>907,126</u></u>	<u><u>844,500</u></u>

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

	2004 £	2003 £
Returns on investments and servicing of finance		
Interest received	390	874
Interest paid	(13,092)	(25,573)
Interest element of hire purchase payments	<u>(45,924)</u>	<u>(44,655)</u>
Net cash outflow for returns on investments and servicing of finance	<u><u>(58,626)</u></u>	<u><u>(69,354)</u></u>
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(64,291)	(55,292)
Loan from company pension scheme	-	(1,100)
Sale of tangible fixed assets	<u>-</u>	<u>4,250</u>
Net cash outflow for capital expenditure	<u><u>(64,291)</u></u>	<u><u>(52,142)</u></u>
Financing		
Loan repayments in year	(295,033)	(271,968)
Amount introduced by directors	-	6,576
Amount withdrawn by directors	(6,874)	-
Net factoring advances repaid	<u>(59,884)</u>	<u>(426,070)</u>
Net cash outflow from financing	<u><u>(361,791)</u></u>	<u><u>(691,462)</u></u>

The notes form part of these abbreviated accounts

TEPARAY PRECISION SHEET METAL LIMITED

NOTES TO THE CASH FLOW STATEMENT
for the year ended 31 August 2004

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.9.03 £	Cash flow £	Other non-cash changes £	At 31.8.04 £
Net cash:				
Cash at bank and in hand	1,811	12,560		14,371
Bank overdraft	(64,301)	36,109		(28,192)
	<u>(62,490)</u>	<u>48,669</u>		<u>(13,821)</u>
Debt:				
Hire purchase	(674,985)	295,033	(659,897)	(1,039,849)
Debts falling due within one year	<u>(67,587)</u>	<u>66,758</u>	<u>-</u>	<u>(829)</u>
	<u>(742,572)</u>	<u>361,791</u>	<u>(659,897)</u>	<u>(1,040,678)</u>
Total	<u>(805,062)</u>	<u>410,460</u>	<u>(659,897)</u>	<u>(1,054,499)</u>

Analysed in Balance Sheet

Cash at bank and in hand	1,811	14,371
Bank overdraft	(64,301)	(28,192)
Hire purchase		
within one year	(238,312)	(318,074)
after one year	(436,673)	(721,775)
Debts falling due within one year	<u>(67,587)</u>	<u>(829)</u>
	<u>(805,062)</u>	<u>(1,054,499)</u>

4. ANALYSIS OF NET DEBT

Closing net debt includes amounts disclosed in the notes to the accounts as other creditors totalling £829 (2003 - £67,587). This is made up of factoring advances and directors' loans.

5. MAJOR NON-CASH TRANSACTIONS

During the year the company entered into hire purchase arrangements in respect of assets with a total capital value at the inception of the arrangements of £659,897 (2003 - £247,126).

TEPARAY PRECISION SHEET METAL LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS **for the year ended 31 August 2004**

1. ACCOUNTING POLICIES

Accounting convention

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

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 10% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance

The company changed its policy towards the depreciation of plant and machinery during the year from 25% on reducing balance to 10% on reducing balance in order to reflect the reassessed useful economic lives of the equipment. The effect of the change is an increase in profit for the year of £570,693.

Stocks

Stock and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. STAFF COSTS

	2004	2003
	£	£
Wages and salaries	1,583,785	1,334,321
Social security costs	231,342	126,747
Other pension costs	14,210	11,027
	<u>1,829,337</u>	<u>1,472,095</u>

TEPARAY PRECISION SHEET METAL LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
for the year ended 31 August 2004

2. STAFF COSTS - continued

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

	2004	2003
Sheet metal workers	55	44
Production and management	7	7
Selling and distribution	4	4
Administration	15	14
	<u>81</u>	<u>69</u>

3. OPERATING PROFIT

The operating profit is stated after charging:

	2004	2003
	£	£
Hire of plant and machinery	34,084	15,848
Depreciation - owned assets	246,339	49,404
Depreciation - assets on hire purchase contracts	(62,101)	187,780
Loss on disposal of fixed assets	5,377	4,129
Auditors' remuneration	15,000	18,000
	<u>13,989</u>	<u>14,112</u>
Directors' emoluments		
Directors' pension contributions to money purchase schemes	9,000	9,000
	<u>9,000</u>	<u>9,000</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	3	3
	<u>3</u>	<u>3</u>

4. EXCEPTIONAL ITEMS

The exceptional item relates to an alteration in the depreciation policy on plant and machinery.

5. INTEREST PAYABLE AND SIMILAR CHARGES

	2004	2003
	£	£
Bank interest	1,595	66
Factoring interest	10,176	20,540
Interest on overdue taxes	129	-
Pension scheme loan interest	1,192	4,967
Hire purchase	52,672	44,655
	<u>65,764</u>	<u>70,228</u>

TEPARAY PRECISION SHEET METAL LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
for the year ended 31 August 2004

6. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	2004 £	2003 £
Current tax:		
UK corporation tax	71,366	50,851
Underprovision in previous year	359	-
Total current tax	<u>71,725</u>	<u>50,851</u>
Deferred tax:		
Origination and reversal of timing differences	146,932	6,665
Effect of increased tax rate on opening liability	4,203	-
Total deferred tax	<u>151,135</u>	<u>6,665</u>
Tax on profit on ordinary activities	<u><u>222,860</u></u>	<u><u>57,516</u></u>

UK corporation tax has been charged at 20.75% (2003 - 19%).

Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2004 £	2003 £
Profit on ordinary activities before tax	<u>1,046,265</u>	<u>305,904</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 24.094% (2003 - 19.265%)	252,087	58,932
Effects of:		
Expenses not deductible for tax purposes	1,375	1,030
Capital allowances for year in excess of depreciation	(170,611)	(8,410)
Adjustment from standard tax rates above to actual rates utilised on taxable profits	(11,485)	(701)
Adjustment to tax charge in respect of the previous year	359	-
Current tax charge	<u><u>71,725</u></u>	<u><u>50,851</u></u>

Factors that may affect future tax charges

Based on current capital investment plans, the company expects to continue claiming capital allowances in excess of depreciation in future years.

The standard rates of tax used in the reconciliation above have been calculated on the basis of an individual company with no associates and with taxable profits equivalent to the level of the profit on ordinary activities before taxation.

TEPARAY PRECISION SHEET METAL LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

for the year ended 31 August 2004

7. DIVIDENDS

	2004 £	2003 £
Equity shares:		
900 "B" Ordinary shares of £1 each		
Interim	322,539	167,354
	<u>322,539</u>	<u>167,354</u>

8. TANGIBLE FIXED ASSETS

	Plant and machinery	Fixtures and fittings	Motor vehicles	Totals
	£	£	£	£
COST:				
At 1 September 2003	1,737,849	135,653	71,815	1,945,317
Additions	676,696	23,694	23,798	724,188
Disposals	-	(22,356)	-	(22,356)
At 31 August 2004	<u>2,414,545</u>	<u>136,991</u>	<u>95,613</u>	<u>2,647,149</u>
DEPRECIATION:				
At 1 September 2003	923,053	90,525	35,152	1,048,730
Charge for year	157,825	13,281	13,132	184,238
Due to policy change	(443,947)	-	-	(443,947)
Eliminated on disposals	-	(16,979)	-	(16,979)
At 31 August 2004	<u>636,931</u>	<u>86,827</u>	<u>48,284</u>	<u>772,042</u>
NET BOOK VALUE:				
At 31 August 2004	<u>1,777,614</u>	<u>50,164</u>	<u>47,329</u>	<u>1,875,107</u>
At 31 August 2003	<u>814,796</u>	<u>45,128</u>	<u>36,663</u>	<u>896,587</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery	Fixtures and fittings	Motor vehicles	Totals
	£	£	£	£
COST:				
At 1 September 2003	1,257,944	-	33,500	1,291,444
Additions	661,210	7,204	23,048	691,462
Transferred to ownership	(314,940)	-	-	(314,940)
At 31 August 2004	<u>1,604,214</u>	<u>7,204</u>	<u>56,548</u>	<u>1,667,966</u>
DEPRECIATION:				
At 1 September 2003	545,311	-	11,082	556,393
Charge for year	(72,898)	1,351	9,446	(62,101)
Transferred to ownership	(215,291)	-	-	(215,291)
At 31 August 2004	<u>257,122</u>	<u>1,351</u>	<u>20,528</u>	<u>279,001</u>
NET BOOK VALUE:				
At 31 August 2004	<u>1,347,092</u>	<u>5,853</u>	<u>36,020</u>	<u>1,388,965</u>
At 31 August 2003	<u>712,633</u>	<u>-</u>	<u>22,418</u>	<u>735,051</u>

TEPARAY PRECISION SHEET METAL LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

for the year ended 31 August 2004

8. TANGIBLE FIXED ASSETS - continued

The depreciation charge for year of £(72,898) includes £(183,468) on the reversal of prior years' charges. The actual charge for the year is £110,570.

9. STOCKS

	2004	2003
	£	£
Raw materials	169,152	126,761
Work in progress	175,445	208,665
	<u>344,597</u>	<u>335,426</u>

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2004	2003
	£	£
Trade debtors	1,015,748	770,061
Other debtors	29,356	14,380
Prepayments	28,449	13,833
	<u>1,073,553</u>	<u>798,274</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2004	2003
	£	£
Bank loans and overdrafts (see note 13)	28,192	64,301
Hire purchase contracts (see note 14)	318,074	238,312
Trade creditors	770,365	480,466
Other creditors	834	67,602
Social security and other taxes	180,605	128,288
Taxation	71,366	50,851
Accrued expenses	50,774	51,963
	<u>1,420,210</u>	<u>1,081,783</u>

12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2004	2003
	£	£
Hire purchase contracts (see note 14)	<u>721,775</u>	<u>436,673</u>

13. LOANS AND OVERDRAFTS

An analysis of the maturity of loans and overdrafts is given below:

	2004	2003
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>28,192</u>	<u>64,301</u>

TEPARAY PRECISION SHEET METAL LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
for the year ended 31 August 2004

14. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	2004 £	Hire purchase contracts 2003 £
Gross obligations repayable:		
Within one year	334,299	268,685
Between one and five years	737,651	466,953
	<u>1,071,950</u>	<u>735,638</u>
Finance charges repayable:		
Within one year	16,225	30,373
Between one and five years	15,876	30,280
	<u>32,101</u>	<u>60,653</u>
Net obligations repayable:		
Within one year	318,074	238,312
Between one and five years	721,775	436,673
	<u>1,039,849</u>	<u>674,985</u>

The following payments are committed to be paid within one year:

	2004 £	Land and buildings operating leases 2003 £
Expiring:		
Between one and five years	205,140	136,128

15. SECURED DEBTS

The following secured debts are included within creditors:

	2004 £	2003 £
Hire purchase contracts	1,039,849	674,985
Factored debts	716	60,600
	<u>1,040,565</u>	<u>735,585</u>

Hire purchase contracts are secured by the assets over which the agreements relate. The factoring advances are secured on trade debtors.

16. PROVISIONS FOR LIABILITIES AND CHARGES

	2004 £	2003 £
Deferred tax	196,771	45,636

TEPARAY PRECISION SHEET METAL LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
for the year ended 31 August 2004

16. PROVISIONS FOR LIABILITIES AND CHARGES - continued

	Deferred tax £	
Balance at 1 September 2003	45,636	
Deferred tax charge for year in profit and loss account	151,135	
Balance at 31 August 2004	<u>196,771</u>	
Deferred tax provision	2004	2003
	£	£
Deferred tax	196,771	45,636
	<u>196,771</u>	<u>45,636</u>

17. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2004	2003
			£	£
1,000	"A" Ordinary	£1	1,000	1,000
1,000	"B" Ordinary	£1	1,000	1,000
			<u>2,000</u>	<u>2,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2004	2003
			£	£
100	"A" Ordinary	£1	100	100
900	"B" Ordinary	£1	900	900
			<u>1,000</u>	<u>1,000</u>

18. PENSION COMMITMENTS

The company operates a defined contributions 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 £14,210 (2003 - £11,027).

19. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2004	2003
	£	£
Profit for the financial year	823,405	248,388
Dividends	(322,539)	(167,354)
Net addition to shareholders' funds	<u>500,866</u>	<u>81,034</u>
Opening shareholders' funds	468,006	386,972
Closing shareholders' funds	<u>968,872</u>	<u>468,006</u>
Equity interests	<u>968,872</u>	<u>468,006</u>