

REGISTERED NUMBER: 2680452 (England and Wales)

Abbreviated Financial Statements

for the Year Ended 30 June 2002

for

Powder Coatings Limited



Powder Coatings Limited

**Contents of the Abbreviated Financial Statements
for the Year Ended 30 June 2002**

	Page
Company Information	1
Report of the Auditors on the Abbreviated Financial Statements	2
Abbreviated Balance Sheet	4
Notes to the Abbreviated Financial Statements	5

Powder Coatings Limited
Company Information
for the Year Ended 30 June 2002

DIRECTORS: R J Murphy
Mrs E J Murphy

SECRETARY: Mrs E J Murphy

REGISTERED OFFICE: 215 Tyburn Road
Erdington
Birmingham
West Midlands
B24 8NB

REGISTERED NUMBER: 2680452 (England and Wales)

AUDITORS: Eaton & Co.
Chartered Accountants
Registered Auditors
583 Warwick Road
Solihull
West Midlands
B91 1AW

Powder Coatings Limited

**Report of the Independent Auditors to
Powder Coatings Limited
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements on pages four to seven, together with the full financial statements of the company for the year ended 30 June 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements 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 financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements 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 financial statements and that the abbreviated financial statements 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 financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages four to seven are properly prepared in accordance with those provisions.

Other information

On 5 September 2002 we reported, as auditors to the shareholders of the company on the financial statements for the year ended 30 June 2002 prepared under Section 226 of the Companies Act 1985, and our report was as follows:

"We have audited the financial statements of Powder Coatings Limited for the year ended 30 June 2002 on pages four to eleven. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described on page two the company's directors are responsible for the preparation of 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 Report of the Directors 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 Report of the Directors 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.

Powder Coatings Limited

**Report of the Independent Auditors to
Powder Coatings Limited
Under Section 247B of the Companies Act 1985**

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.

Qualified opinion arising from disagreement about accounting policy

As explained in the accounting policies, no provision has been made for the depreciation of the freehold buildings in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000) or of Schedule 4 of the Companies Act 1985.

Except for the absence of the above provision, in our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 June 2002 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985."

Eaton & Co.
Chartered Accountants
Registered Auditors
583 Warwick Road
Solihull
West Midlands
B91 1AW



Dated: 5 September 2002

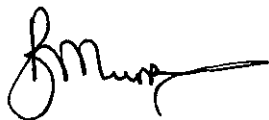
Powder Coatings Limited

**Abbreviated Balance Sheet
30 June 2002**

		<u>30.6.02</u>		<u>30.6.01</u>	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		384,546		397,464
Investments	3		-		-
			<u>384,546</u>		<u>397,464</u>
CURRENT ASSETS:					
Stocks		49,621		49,271	
Debtors	4	329,642		337,397	
Investments		-		316,456	
Cash at bank and in hand		19,885		-	
		<u>399,148</u>		<u>703,124</u>	
CREDITORS: Amounts falling due within one year	5	<u>417,685</u>		<u>530,458</u>	
NET CURRENT (LIABILITIES)/ASSETS:			<u>(18,537)</u>		<u>172,666</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>366,009</u>		<u>570,130</u>
CREDITORS: Amounts falling due after more than one year	5		<u>250,000</u>		<u>201,800</u>
			<u><u>£116,009</u></u>		<u><u>£368,330</u></u>
CAPITAL AND RESERVES:					
Called up share capital	6		100		100
Profit and loss account			<u>115,909</u>		<u>368,230</u>
SHAREHOLDERS' FUNDS:			<u><u>£116,009</u></u>		<u><u>£368,330</u></u>

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



R J Murphy - DIRECTOR

Approved by the Board on 5 September 2002

The notes form part of these financial statements

Powder Coatings Limited

Notes to the Abbreviated Financial Statements for the Year Ended 30 June 2002

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

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.

Land and buildings	- not provided
Plant and machinery etc	- 33% on cost, 20% on cost and 10% on cost

Stock and work in progress

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

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

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.

Group Accounts

Advantage has been taken of the exemption from preparing group accounts available to small groups under the Companies Act 1985. These financial statements present information about the company as an individual undertaking, and not about its group.

Powder Coatings Limited

**Notes to the Abbreviated Financial Statements
for the Year Ended 30 June 2002**

2. TANGIBLE FIXED ASSETS

	Total
	<u>£</u>
COST:	
At 1 July 2001	412,081
Additions	10,020
Disposals	<u>(12,200)</u>
At 30 June 2002	<u>409,901</u>
DEPRECIATION:	
At 1 July 2001	14,617
Charge for year	13,178
Eliminated on disposals	<u>(2,440)</u>
At 30 June 2002	<u>25,355</u>
NET BOOK VALUE:	
At 30 June 2002	<u>384,546</u>
At 30 June 2001	<u>397,464</u>

3. FIXED ASSET INVESTMENTS

	<u>£</u>
COST:	
At 1 July 2001 and 30 June 2002	<u>100</u>
PROVISIONS:	
At 1 July 2001 and 30 June 2002	<u>100</u>
NET BOOK VALUE:	
At 30 June 2002	<u>-</u>
At 30 June 2001	<u>-</u>

The company's investments at the balance sheet date in the share capital of unlisted companies include the following:

Merriman Developments Limited

Nature of business: Dormant

Class of shares:	%
Ordinary	holding 100.00

	30.6.02	30.6.01
	<u>£</u>	<u>£</u>
Aggregate capital and reserves	<u>150</u>	<u>150</u>

Powder Coatings Limited

**Notes to the Abbreviated Financial Statements
for the Year Ended 30 June 2002**

4. DEBTORS FALLING DUE AFTER MORE THAN ONE YEAR

	30.6.02	30.6.01
	£	£
Other debtors	<u>10,000</u>	<u>-</u>

5. CREDITORS

The following secured debts are included within creditors:

	30.6.02	30.6.01
	£	£
Bank loans	<u>250,000</u>	-
Hire purchase contracts	-	<u>20,143</u>
	<u>250,000</u>	<u>20,143</u>

Creditors include the following debts falling due in more than five years:

	30.6.02	30.6.01
	£	£
Repayable by instalments		
Other loan	<u>-</u>	<u>36,002</u>

6. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	30.6.02	30.6.01
			£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>