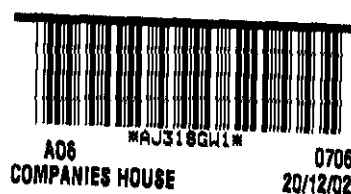


REGISTERED NUMBER: 03060021 (England and Wales)

Abbreviated Financial Statements for the Year Ended 28 February 2002

for

Palpak Corrugated Limited



Palpak Corrugated Limited

**Contents of the Abbreviated Financial Statements
for the Year Ended 28 February 2002**

	Page
Company Information	1
Report of the Independent Auditors on the Abbreviated Financial Statements	2
Abbreviated Balance Sheet	3
Notes to the Abbreviated Financial Statements	4

Palpak Corrugated Limited
Company Information
for the Year Ended 28 February 2002

DIRECTORS:

P Tobin
W H Ford

SECRETARY:

P Tobin

REGISTERED OFFICE:

Unit 4
Interchange Motorway Industrial Estate
Wilson Road
Liverpool
Merseyside
L36 6JG

REGISTERED NUMBER:

03060021 (England and Wales)

AUDITORS:

Cobham Murphy
Registered Auditor
116 Duke Street
Liverpool
L1 5JW

Palpak Corrugated Limited

**Report of the Independent Auditors to
Palpak Corrugated Limited
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements on pages three to six, together with the full financial statements of the company for the year ended 28 February 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 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 three to six are properly prepared in accordance with those provisions.

Cobham Murphy

Cobham Murphy
Registered Auditor
116 Duke Street
Liverpool
L1 5JW

Dated: 26 November 2002

Palpak Corrugated Limited

**Abbreviated Balance Sheet
28 February 2002**

		<u>28.2.02</u>		<u>28.2.01</u>	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		37,433		45,511
CURRENT ASSETS:					
Stocks		20,238		32,728	
Debtors		<u>375,547</u>		<u>222,260</u>	
		395,785		254,988	
CREDITORS: Amounts falling due within one year	3	<u>331,520</u>		<u>274,277</u>	
NET CURRENT ASSETS/(LIABILITIES):			<u>64,265</u>		<u>(19,289)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			101,698		26,222
CREDITORS: Amounts falling due after more than one year	3		<u>-</u>		<u>668</u>
			<u>£101,698</u>		<u>£25,554</u>
CAPITAL AND RESERVES:					
Called up share capital	4		27,500		27,500
Profit and loss account			<u>74,198</u>		<u>(1,946)</u>
SHAREHOLDERS' FUNDS:			<u>£101,698</u>		<u>£25,554</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:

P Tobin

P Tobin - DIRECTOR

Approved by the Board on 26 November 2002

Palpak Corrugated Limited

Notes to the Abbreviated Financial Statements for the Year Ended 28 February 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 June 2002).

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 etc - 25% on reducing balance

Stocks

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

Deferred taxation

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.

Pensions

The company operates a defined benefit pension scheme. The regular pension cost is charged to the profit and loss account and is based on the expected pension costs over the service life of the employees. The current pension surplus is spread in the profit and loss account over the remaining service lives of current employees, currently estimated at nil years.

Government Grants

Government grants on capital expenditure are credited to a deferral account and are released to revenue over the expected life of the relevant asset. Grants of a revenue nature are credited to income in the period to which they relate.

Palpak Corrugated Limited

**Notes to the Abbreviated Financial Statements
for the Year Ended 28 February 2002**

2. TANGIBLE FIXED ASSETS

	<u>Total</u>
	£
COST:	
At 1 March 2001	120,675
Additions	<u>4,400</u>
At 28 February 2002	<u>125,075</u>
DEPRECIATION:	
At 1 March 2001	75,164
Charge for year	<u>12,478</u>
At 28 February 2002	<u>87,642</u>
NET BOOK VALUE:	
At 28 February 2002	<u>37,433</u>
At 28 February 2001	<u>45,511</u>

3. CREDITORS

The following secured debts are included within creditors:

	28.2.02	28.2.01
	£	£
Bank overdrafts	54,426	36,837
Hire purchase contracts	<u>2,072</u>	<u>11,800</u>
	<u>56,498</u>	<u>48,637</u>

4. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	28.2.02	28.2.01
			£	£
90,000	Ordinary shares	£1	90,000	90,000
10,000	Non-voting ordinary shares	£1	<u>10,000</u>	<u>10,000</u>
			<u>100,000</u>	<u>100,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	28.2.02	28.2.01
			£	£
25,000	Ordinary shares	£1	25,000	25,000
2,500	Non-voting ordinary shares	£1	<u>2,500</u>	<u>2,500</u>
			<u>27,500</u>	<u>27,500</u>

The £1 non-voting ordinary shares shall have the same rights as the £1 ordinary shares in the company. However the holders of such non-voting shares shall not have any right to vote at any meeting of the members.

Palpak Corrugated Limited

**Notes to the Abbreviated Financial Statements
for the Year Ended 28 February 2002**

5. TRANSACTIONS WITH DIRECTORS

P Tobin and W H Ford, directors, operate current accounts with the company to which transactions of a private nature are charged. At 28th 2002 the balances on these accounts were £3,726 and £3,726 respectively and were included in other debtors.

These represented the maximum balances outstanding during the year and the loans were interest free and unsecured.