

Company Registration No. SC045447 (Scotland)

Interplex PMP Limited
Directors' report and accounts
for the year ended 31 March 2011

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Interplex PMP Limited

Company information

Directors

J Seidler (Chairman)
R Feder
B Christie
S Collins
S Barlow
A Morgan

Secretary

A Morgan

Company number

SC045447

Registered office

Elliot Industrial Estate
Arbroath
DD11 2NN

Auditor

Henderson Loggie
Chartered Accountants
Royal Exchange
Panmure Street
Dundee
DD1 1DZ

Interplex PMP Limited

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Interplex PMP Limited

Directors' report

For the year ended 31 March 2011

The directors present their report and accounts for the year ended 31 March 2011.

Principal activities and review of the business

The principal activity of the company continued to be that of the manufacture of components for the automotive, medical and electronics industries.

Our main market however continues to be the supply of components into the automotive supply chain, and we expect this to continue in the year ahead.

2010 was a difficult trading period for the company, and the directors are satisfied to report a significant turnaround in trading performance during the year to 31 March 2011. After discounting the parent company assistance received last year (refer to note 3, Operating Profit), profitability from trading operations has improved by over £1,212,290 during the period under review. This is after the deduction of one off operating costs of £94,484, relating to the transfer of part of our banking facilities to another provider on improved terms, and the costs of refurbishing our factory in Arbroath.

The directors are pleased with the strong increase in product demand requested from key customers, and wherever possible unavoidable raw material cost increases have been passed onto our customers. Our tool making division in High Wycombe provides us with a strategic advantage and continues to supplement our core activity in Arbroath. The addition of several new key personnel during the year, provides us with optimism for the year ahead. This is strengthened by the award of new, long term contracts, which will commence production next year. Improved lending facilities have been approved by our banking partners to accommodate our anticipated growth in the forthcoming period, and permit further investment in plant and machinery.

Results and dividends

The results for the year are set out on page 5.

Directors

The following directors have held office since 1 April 2010:

J Seidler (Chairman)

R Feder

B Christie

S Collins

S Barlow

A Morgan

(Appointed 15 June 2011)

Interplex PMP Limited

Directors' report (continued) For the year ended 31 March 2011

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the accounts in accordance with applicable law and regulations.

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the accounts unless they are satisfied that they 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 these accounts, the directors are required to:

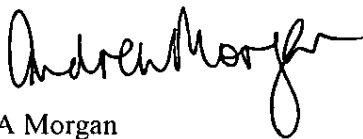
- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the accounts comply with the Companies Act 2006. 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.

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

By order of the board



A Morgan

Secretary

13 July 2011

Interplex PMP Limited

Independent auditor's report

To the members of Interplex PMP Limited

We have audited the accounts of Interplex PMP Limited for the year ended 31 March 2011 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement, the Statement of Total Recognised Gains and Losses and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the accounts in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the accounts

An audit involves obtaining evidence about the amounts and disclosures in the accounts sufficient to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the accounts. In addition, we read all the financial and non financial information in the directors' report to identify material inconsistencies with the audited accounts. Should we become aware of any apparent material misstatements or inconsistencies, we consider the implications for our report.

Opinion on accounts

In our opinion the accounts:

- give a true and fair view of the state of the company's affairs as at 31 March 2011 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Emphasis of matter - going concern

In forming our opinion on the accounts, which is unqualified, we have considered the adequacy of the disclosures made within note 1 relating to the company's ability to continue as a going concern. The accounts have been prepared on a going concern basis, the validity of which depends upon future funding being available. The accounts do not include any adjustments that would result from a failure to obtain funding. International Standards on Auditing (UK and Ireland) require the auditor to draw this fact to the attention of readers of the accounts, our opinion is not further qualified in respect of this matter.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the accounts are prepared is consistent with the accounts.

Interplex PMP Limited

Independent auditor's report (continued) **To the members of Interplex PMP Limited**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the accounts are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.


Terry Allison (Senior Statutory Auditor)
for and on behalf of Henderson Loggie

Statutory Auditor

13 July 2011

Chartered Accountants
Royal Exchange
Panmure Street
Dundee
DD1 1DZ

Interplex PMP Limited

Profit and loss account

For the year ended 31 March 2011

	Notes	2011 £	2010 £
Turnover	2	9,352,848	5,608,891
Cost of sales		(6,871,773)	(3,694,887)
Gross profit		2,481,075	1,914,004
Distribution costs		(210,849)	(155,275)
Administrative expenses		(2,099,751)	(1,930,028)
Exceptional item - factor release charge		(65,684)	-
Other operating income		24,750	24,750
Operating profit/(loss)	3 - 5	129,541	(146,549)
Other interest receivable and similar income	6	-	11
Interest payable and similar charges	7	(28,699)	(52,572)
Profit/(loss) on ordinary activities before taxation		100,842	(199,110)
Tax on profit/(loss) on ordinary activities	8	1,006	-
Profit/(loss) for the year	18	101,848	(199,110)

The profit and loss account has been prepared on the basis that all operations are continuing operations.

Interplex PMP Limited

Statement of total recognised gains and losses For the year ended 31 March 2011

	Notes	2011 £	2010 £
Profit/(loss) for the financial year		101,848	(199,110)
Actuarial gain on pension scheme		15,092	198,333
Total recognised gains and losses relating to the year		<u>116,940</u>	<u>(777)</u>

Interplex PMP Limited

Balance sheet As at 31 March 2011

	Notes	2011 £	£	2010 £	£
Fixed assets					
Intangible assets	9	351,844		451,627	
Tangible assets	10	2,114,131		2,202,637	
		<u>2,465,975</u>		<u>2,654,264</u>	
Current assets					
Stocks	11	825,652		643,929	
Debtors	12	2,669,356		1,468,123	
Cash at bank and in hand		104,975		39,593	
		<u>3,599,983</u>		<u>2,151,645</u>	
Creditors: amounts falling due within one year	13	<u>(3,063,899)</u>		<u>(2,133,980)</u>	
Net current assets		<u>536,084</u>		<u>17,665</u>	
Total assets less current liabilities		<u>3,002,059</u>		<u>2,671,929</u>	
Creditors: amounts falling due after more than one year	14	(2,725,644)		(2,481,034)	
Accruals and deferred income	15	(173,250)		(198,000)	
Net assets		<u>103,165</u>		<u>(7,105)</u>	
Retirement benefit asset		<u>207,350</u>		<u>200,680</u>	
Net assets		<u><u>310,515</u></u>		<u><u>193,575</u></u>	
Capital and reserves					
Called up share capital	17	70,322		70,322	
Share premium account	18	182,362		182,362	
Other reserves	18	49,492		49,492	
Profit and loss account	18	8,339		(108,601)	
Shareholders' funds	19	<u><u>310,515</u></u>		<u><u>193,575</u></u>	

Approved by the Board and authorised for issue on 13 July 2011

S Barlow
Director



Company Registration No. SC045447

Interplex PMP Limited

Cash flow statement

For the year ended 31 March 2011

	Notes	£	2011 £	£	2010 £
Net cash outflow from operating activities	20		(413,558)		(672,500)
Returns on investments and servicing of finance					
Interest received		-		11	
Interest paid		(49,222)		(23,338)	
Net cash outflow for returns on investments and servicing of finance			(49,222)		(23,327)
Taxation			1,006		-
Capital expenditure					
Payments to acquire intangible assets		(2,711)		(66,910)	
Payments to acquire tangible assets		(174,578)		(63,424)	
Receipts from sales of tangible assets		134,264		-	
Net cash outflow for capital expenditure			(43,025)		(130,334)
Net cash outflow before management of liquid resources and financing			(504,799)		(826,161)
Financing					
Other new long term loans		33,119		-	
Other new short term loans		11,028		-	
Repayment of other long term loans		(6,433)		-	
Capital element of hire purchase contracts		(134,312)		(99,558)	
Movement on parent undertaking loan		261,443		424,584	
Increase/decrease) in debt		164,845		325,026	
Net cash inflow/(outflow) from financing			164,845		325,026
Decrease in cash in the year	21, 22		(339,954)		(501,135)

Interplex PMP Limited

Notes to the accounts

For the year ended 31 March 2011

1 Accounting policies

1.1 Accounting convention

The accounts are prepared under the historical cost convention.

The accounts have been prepared on a going concern basis as the directors have considered the financial forecast to 31 March 2012 and the financial projections for the following year and are satisfied that the financial needs of the company should be met from within its existing facilities and with the agreement of ongoing funding from the company's parent undertaking.

1.2 Compliance with accounting standards

The accounts are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover represents revenue recognised in the accounts. Revenue is recognised when the company fulfils its contractual obligation to customers by supplying services and excludes value added tax.

The turnover and pre-tax profit is attributable to the activities of manufacture of components and tools for the automotive, electrical and electronic industries.

1.4 Research and development

Research and development costs relating to the development, validation and quality assurance process of medical equipment including staff costs and third part costs will be amortised to the profit and loss account over 5 years, the period which, in the opinion of the directors, the company will derive economic benefit from.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Freehold	over 40 years
Plant and machinery	over 2 to 10 years
Computer equipment	over 5 to 10 years
Fixtures, fittings & equipment	over 5 years

Interplex PMP Limited

Notes to the accounts (continued) For the year ended 31 March 2011

1 Accounting policies (continued)

1.6 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets. Assets acquired by finance leases 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.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.7 Stock and work in progress

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 and sundries	- actual invoice cost
Work in progress and die tools	- direct materials and labour plus attributable production overheads.

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

1.8 Pensions

The company operates a scheme which can be split into two sections, a defined benefit and a defined contribution section.

The defined benefit pension scheme is accounted for in line with FRS17 Retirement Benefits.

Defined benefit pension scheme assets are included at market value and this is compared to the present value for the scheme liabilities using a projected unit method and discounted at the current rate of return. The increase in the present value of the liabilities of the scheme expected to arise from employee service in the period is charged to the operating profit. The expected return on scheme assets and the increase during the period in the present value of the scheme's liabilities arising from the passage of time are included in other finance charges. Actuarial gains and losses are recognised in the Statement of Total Recognised Gains and Losses.

The company also operates a defined contribution scheme. Contributions payable to this scheme are charged to the profit and loss account in the period to which they relate.

Interplex PMP Limited

Notes to the accounts (continued) For the year ended 31 March 2011

1 Accounting policies (continued)

1.9 Taxation

The tax expense represents the sum of the corporation tax and deferred tax charge for the year.

The tax currently payable is based on taxable profit for the year. The company's liability for current tax is calculated using the tax rates that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is measured on differences between the carrying amounts of assets and liabilities in the accounts and the corresponding tax bases, as used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss accounts, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

1.10 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

1.11 Government grants

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

2 Turnover

Geographical market

	Turnover	
	2011 £	2010 £
United Kingdom	7,065,665	4,343,106
Rest of Europe	2,200,267	1,223,548
Rest of the World	86,916	42,237
	<u>9,352,848</u>	<u>5,608,891</u>

Interplex PMP Limited

Notes to the accounts (continued) For the year ended 31 March 2011

3	Operating profit/(loss)	2011	2010
		£	£
	Operating profit/(loss) is stated after charging:		
	Amortisation of intangible assets	102,494	51,628
	Depreciation of tangible assets	314,405	337,520
	Loss on foreign exchange transactions	24,688	5,060
	Operating lease rentals		
	- Plant and machinery	24,707	29,745
	- Other assets	25,000	60,000
	Auditor's remuneration	10,825	7,500
	Remuneration of auditors for non-audit work	1,050	1,000
	and after crediting:		
	Government grants	24,750	24,750
	Profit on disposal of tangible assets	60,085	-

Included within cost of sales was a credit from the parent company of £Nil (2010 - £975,000). The gross profit before this credit was £2,473,532 (2010 - £939,004) and the operating profit before this credit was £103,092 (2010 - loss £1,082,749).

4	Directors' remuneration	2011	2010
		£	£
	Remuneration for qualifying services	241,313	133,146
	Company pension contributions to defined contribution schemes	3,629	3,121
		<u>244,942</u>	<u>136,267</u>

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 1 (2010 - 2).

Remuneration disclosed above include the following amounts paid to the highest paid director:

Remuneration for qualifying services	<u>110,523</u>	<u>68,151</u>
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Interplex PMP Limited

Notes to the accounts (continued) For the year ended 31 March 2011

5 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2011 Number	2010 Number
Office and management	32	31
Manufacturing	82	70
	<u>114</u>	<u>101</u>

Employment costs

	2011 £	2010 £
Wages and salaries	2,762,891	2,348,231
Social security costs	239,892	231,978
Other pension costs	114,092	104,790
	<u>3,116,875</u>	<u>2,684,999</u>

Included within wages and salaries above is £2,711 (2010 - £63,424) capitalised in intangible asset additions.

6 Investment income

	2011 £	2010 £
Bank interest	<u>-</u>	<u>11</u>

7 Interest payable

	2011 £	2010 £
Pension scheme finance costs	(20,523)	29,234
Hire purchase interest	19,427	15,215
On amounts payable to factors	25,738	8,123
Other interest	4,057	-
	<u>28,699</u>	<u>52,572</u>

Interplex PMP Limited

Notes to the accounts (continued) For the year ended 31 March 2011

8	Taxation	2011 £	2010 £
	Domestic current year tax		
	Adjustment for prior years	(1,006)	-
	Current tax charge	(1,006)	-
	Factors affecting the tax charge for the year		
	Profit/(loss) on ordinary activities before taxation	100,842	(199,110)
	Profit/(loss) on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 21% (2010 - 21%)	21,177	(41,813)
	Effects of:		
	Tax losses utilised	(21,177)	41,813
	Adjustments to previous periods	(1,006)	-
		(22,183)	41,813
	Current tax charge	(1,006)	-

No provision is required for deferred tax in the current and previous year. There are sufficient trading losses which will negate the reversal of deferred tax timing differences for the foreseeable future. Uncertainty with regard to future trading profits prevents the recognition of deferred tax assets.

Interplex PMP Limited

Notes to the accounts (continued)

For the year ended 31 March 2011

9 Intangible fixed assets

	Development Costs £
Cost	
At 1 April 2010	503,255
Additions	2,711
At 31 March 2011	505,966
Amortisation	
At 1 April 2010	51,628
Charge for the year	102,494
At 31 March 2011	154,122
Net book value	
At 31 March 2011	351,844
At 31 March 2010	451,627

Interplex PMP Limited

Notes to the accounts (continued) For the year ended 31 March 2011

10 Tangible fixed assets

	Land and buildings Freehold £	Plant and machinery £	Fixtures, fittings & equipment £	Total £
Cost				
At 1 April 2010	2,666,481	8,159,133	189,859	11,015,473
Additions	-	300,078	-	300,078
Disposals	-	(227,536)	-	(227,536)
At 31 March 2011	2,666,481	8,231,675	189,859	11,088,015
Depreciation				
At 1 April 2010	1,225,047	7,464,584	123,210	8,812,841
On disposals	-	(153,362)	-	(153,362)
Charge for the year	79,994	196,437	37,974	314,405
At 31 March 2011	1,305,041	7,507,659	161,184	8,973,884
Net book value				
At 31 March 2011	1,361,440	724,016	28,675	2,114,131
At 31 March 2010	1,441,434	694,555	66,648	2,202,637

Included above are assets held under finance leases or hire purchase contracts as follows:

	Plant and machinery £
Net book values	
At 31 March 2011	352,812
At 31 March 2010	330,037
Depreciation charge for the year	
At 31 March 2011	83,377
At 31 March 2010	72,842

Interplex PMP Limited

Notes to the accounts (continued)

For the year ended 31 March 2011

11 Stocks and work in progress	2011 £	2010 £
Raw materials and consumables	568,413	440,546
Work in progress	257,239	203,383
	<u>825,652</u>	<u>643,929</u>

12 Debtors	2011 £	2010 £
Trade debtors	2,616,554	1,393,985
Amounts owed by parent and fellow subsidiary undertakings	20,586	-
Other debtors	-	14,772
Prepayments and accrued income	32,216	59,366
	<u>2,669,356</u>	<u>1,468,123</u>

The company uses invoice discounting for all its invoiced sales. Charges for this service in the year amounted to £159,309 (2010 - £97,898). This included an exit fee charge of £65,684 when the company moved to an alternative debt factoring provider in March 2011.

13 Creditors: amounts falling due within one year	2011 £	2010 £
Bank loans and overdrafts	760,234	354,898
Net obligations under hire purchase contracts	135,135	100,428
Trade creditors	1,378,032	978,753
Amounts owed to subsidiary undertakings	-	107,517
Taxes and social security costs	301,395	386,631
Other creditors	11,028	-
Accruals and deferred income	478,075	205,753
	<u>3,063,899</u>	<u>2,133,980</u>

Bank loans and overdrafts represent advances against discounted invoices which are secured over the relevant trade debtors of the company. Any amounts in excess of the debtor value are secured by a floating charge against all property and assets.

Interplex PMP Limited

Notes to the accounts (continued) For the year ended 31 March 2011

14 Creditors: amounts falling due after more than one year	2011 £	2010 £
Amounts owed to parent undertakings	2,483,462	2,222,019
Other loans	26,686	-
Net obligations under hire purchase contracts	215,496	259,015
	<u>2,725,644</u>	<u>2,481,034</u>
Analysis of loans		
Wholly repayable within five years	2,521,176	2,222,019
	<u>2,521,176</u>	<u>2,222,019</u>
Included in current liabilities	(11,028)	-
	<u>2,510,148</u>	<u>2,222,019</u>
Loan maturity analysis		
In more than one year but not more than two years	11,028	-
In more than two years but not more than five years	15,658	-
	<u>26,686</u>	<u>-</u>
Net obligations under hire purchase contracts		
Repayable within one year	135,135	100,428
Repayable between one and five years	215,496	259,015
	<u>350,631</u>	<u>359,443</u>
Included in liabilities falling due within one year	(135,135)	(100,428)
	<u>215,496</u>	<u>259,015</u>

The hire purchase creditor, all payable within 5 years, is secured over the related fixed assets.

Interplex PMP Limited

Notes to the accounts (continued) For the year ended 31 March 2011

15 Accruals and deferred income

	Government grants £
Balance at 1 April 2010	198,000
Amortisation in the year	(24,750)
Balance at 31 March 2011	<u>173,250</u>

Interplex PMP Limited

Notes to the accounts (continued) For the year ended 31 March 2011

16 Pension and other Post-Retirement benefit commitments

Defined contribution

Interplex PMP Limited operated two pension schemes, the assets of both are held in separate trustee administered funds.

The comments below relate to the defined benefit section of the Staff and Works Pension Scheme.

The defined benefit pension scheme stopped accruing benefits on 30 September 2003. The scheme is subject to a triennial valuation by a qualified actuary, the latest actuarial valuation of the scheme was at 30 June 2008 and updated 31 March 2011. This actuarial valuation was sufficient to cover 95% of the value of the benefits that has accrued to the members after allowing for expected future increases in earnings.

The next actuarial valuation is due at 30 June 2011.

Following discussion of the valuation results, company contributions were amended from £15,500 per month to £4,750 with effect from 1 December 2007. The pension contributions paid for the year was £9,750 (2010 - £Nil).

In addition the company also operates a defined contribuion scheme.

At 31 March 2011, total outstanding contributions of £21,705 (2010 - £7,319) were included in creditors due within one year.

The pension charge for the year is as follows:

	2011 £	2010 £
Contributions payable by the company for the year	<u>114,092</u>	<u>104,790</u>

Defined benefit

The major assumptions used by the actuary were:

	2011 %	2010 %
Rate of increase in salaries	3.15	3.30
Rate of increase in pensions in payment	3.15	3.30
Discount rate	<u>5.50</u>	<u>5.50</u>

Interplex PMP Limited

Notes to the accounts (continued)

For the year ended 31 March 2011

16 Pension and other Post-Retirement benefit commitments (continued)

The long term expected rates of return are as follows:

	2011 %	2010 %
Equities	7.40	7.50
Bonds	4.40	4.50
Other assets	0.50	0.50

The values of the assets in the scheme are as follows:

	2011 £	2010 £
Equities	1,885,917	1,763,102
Bonds	115,938	236,032
Other assets	33,818	49,063
Total market value of assets	2,035,673	2,048,197
Present value of scheme liabilities	1,828,323	1,847,517
Surplus in scheme	207,350	200,680
Net pension asset	207,350	200,680

Analysis of the amount charged to operating profit:

	2011 £	2010 £
Current service cost	38,695	51,750
Total operating charge	38,695	51,750

Analysis of the amount shown as other finance income:

	2011 £	2010 £
Expected return on pension scheme assets	119,195	75,578
Interest on pension scheme liabilities	(98,673)	(104,812)
Net return	20,522	(29,234)

Interplex PMP Limited

Notes to the accounts (continued) For the year ended 31 March 2011

16 Pension and other Post-Retirement benefit commitments (continued)

Analysis of amount recognised in the statement of total recognised gains and losses:

	2011 £	2010 £
Actual return less expected return on pension scheme assets	4,170	400,849
Experience gains and losses arising on scheme liabilities	10,922	(202,516)
Actual gain recognised in the statement of total recognised gains and losses	15,092	198,333

Movement in surplus during the year:

	2011 £	2010 £
Surplus in scheme at 01 April 2010	200,681	83,331
Operating charge	(38,695)	(51,750)
Other finance income	20,522	(29,234)
Contributions made	9,750	-
Actuarial gains	15,092	198,333
Surplus in scheme at 31 March 2011	207,350	200,680

Interplex PMP Limited

Notes to the accounts (continued) For the year ended 31 March 2011

16 Pension and other Post-Retirement benefit commitments (continued)

History of experience gains and losses:

	2011	2010	2009	2008	2007
	£	£	£	£	£
Difference between the expected and actual return on scheme assets:					
Amount	4,170	400,849	(432,150)	(147,289)	(27,366)
Percentage of scheme assets	0.20%	19.57%	25.14%	5.60%	1.00%
Experience gains and losses on scheme liabilities:					
Amount	10,922	(202,516)	(38,980)	312,965	49,132
Percentage of the present value of the scheme liabilities	0.60%	10.96%	2.38%	15.48%	2.11%
Total amount recognised in statement of recognised gains and losses:					
Amount	15,092	198,333	(471,130)	165,676	21,766
Percentage of the present value of scheme liabilities	0.83%	10.74%	28.80%	8.20%	0.93%

17 Share capital

	2011	2010
	£	£
Allotted, called up and fully paid		
70,322 Ordinary shares of £1 each	70,322	70,322

Interplex PMP Limited

Notes to the accounts (continued) For the year ended 31 March 2011

18 Statement of movements on reserves

	Share premium account £	Other reserves (see below) £	Profit and loss account £
Balance at 1 April 2010	182,362	49,492	(108,601)
Profit for the year	-	-	101,848
Actuarial gains or losses on pension scheme assets	-	-	15,092
Balance at 31 March 2011	182,362	49,492	8,339

Other reserves

Capital redemption reserve

Balance at 1 April 2010 & at 31 March 2011

49,492

19 Reconciliation of movements in shareholders' funds

	2011 £	2010 £
Profit/(Loss) for the financial year	101,848	(199,110)
Other recognised gains and losses	15,092	198,333
Cost of share issue written off to share premium account	-	(58,912)
Net addition to/(depletion in) shareholders' funds	116,940	(59,689)
Opening shareholders' funds	193,575	253,264
Closing shareholders' funds	310,515	193,575

Interplex PMP Limited

Notes to the accounts (continued)

For the year ended 31 March 2011

20	Reconciliation of operating profit/(loss) to net cash outflow from operating activities	2011	2010
		£	£
	Operating profit/(loss)	129,541	(146,549)
	Depreciation of tangible assets	314,405	337,520
	Amortisation of intangible assets	102,494	51,628
	Profit on disposal of tangible assets	(60,085)	-
	Increase in stocks	(181,723)	(13,494)
	(Increase)/decrease in debtors	(1,201,233)	280,586
	Increase/(decrease) in creditors within one year	478,848	(234,191)
	Movement on grant provision	(24,750)	(24,750)
	Credit from parent company	-	(975,000)
	Pension scheme non-cash movement	28,945	51,750
	Net cash outflow from operating activities	(413,558)	(672,500)

21	Analysis of net debt	1 April 2010	Cash flow	Other non-cash changes	31 March 2011
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	39,593	65,382	-	104,975
	Bank overdrafts	(354,898)	(405,336)	-	(760,234)
		<u>(315,305)</u>	<u>(339,954)</u>	<u>-</u>	<u>(655,259)</u>
	Debt:				
	Finance leases	(359,443)	134,312	(125,500)	(350,631)
	Debts falling due within one year	-	(11,028)	-	(11,028)
	Debts falling due after one year	(2,222,019)	(288,129)	-	(2,510,148)
		<u>(2,581,462)</u>	<u>(164,845)</u>	<u>(125,500)</u>	<u>(2,871,807)</u>
	Net debt	(2,896,767)	(504,799)	(125,500)	(3,527,066)

Interplex PMP Limited

Notes to the accounts (continued) For the year ended 31 March 2011

22 Reconciliation of net cash flow to movement in net debt	2011 £	2010 £
Decrease in cash in the year	(339,954)	(501,135)
Cash (inflow)/outflow from (increase)/decrease in debt and lease financing	(164,845)	580,039
Change in net debt resulting from cash flows	(504,799)	78,904
New finance lease	(125,500)	-
Movement in net debt in the year	(630,299)	78,904
Opening net debt	(2,896,767)	(2,975,671)
Closing net debt	(3,527,066)	(2,896,767)

23 Financial commitments

At 31 March 2011 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 March 2012:

	Land and buildings		Other	
	2011 £	2010 £	2011 £	2010 £
Operating leases which expire:				
Within one year	-	-	3,887	1,440
Between two and five years	-	60,000	21,293	23,499
In over five years	-	-	-	780
	-	60,000	25,180	25,719

24 Related party relationships and transactions

Other transactions

The company is part of a large international group and as such is involved in transactions with its holding company and other group companies. Sales to group companies totalled £197,625 (2010 - £48,754) and purchases totalled £12,535 (2010 - £29,344). In addition during the year, the parent Interplex Industries Inc provided a credit against the costs incurred in manufacturing in the year of £nil (2010 - £975,000).

During the year the company also traded with Dependex Limited a company in which Simon Collins is the controlling party. During the year Dependex Limited provided Interplex PMP with funding of £133,104 (2010 - £45,000). This balance was outstanding at the year end.

Interplex PMP Limited

Notes to the accounts (continued)
For the year ended 31 March 2011

25 Control

The ultimate parent undertaking is Interplex Industries Inc, which is incorporated in the USA.