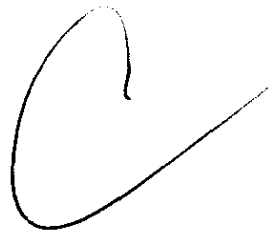


PERMAG LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST MAY 2001



PERMAG LIMITED

ABBREVIATED BALANCE SHEET

AS AT 31ST MAY 2001

	Notes	2001	2000
		£	£
Fixed assets	2		
Tangible fixed assets		109,622	113,891
Current assets			
Stock		51,186	53,650
Debtors		213,292	153,867
Cash at bank and in hand		287,580	196,350
		<u>552,058</u>	<u>403,867</u>
Creditors: amounts falling due within one year		<u>(84,712)</u>	<u>(68,022)</u>
Net current assets		<u>467,346</u>	<u>335,845</u>
Total assets less current liabilities		<u>576,968</u>	<u>449,736</u>
Capital and reserves			
Share capital	3	5,000	5,000
Other reserves - equity		5,000	5,000
Profit and loss account		566,968	439,736
Shareholders' funds		<u>576,968</u>	<u>449,736</u>

The directors are of the opinion that the company is entitled to exemption from audit conferred by subsection 1 of Section 249A of the Companies Act 1985 for the year ended 31st May 2001.

The directors confirm that no member or members have requested an audit pursuant to subsection 2 of Section 249B of the Companies Act 1985.

The directors confirm that they are responsible for:

ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and

preparing accounts which give a true and fair view of the state of the affairs of the company as at the end of the financial year and of its results for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

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

These abbreviated accounts were approved by the board on 6th September 2001 and signed on its behalf.


Mr Kenneth Ryan
Director

PERMAG LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST MAY 2001

1 Accounting policies

Basis of accounting

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

The company has taken advantage of the exemptions in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Tangible fixed assets and depreciation

Depreciation is calculated to write down the cost or valuation less estimated residual value of all tangible fixed assets other than freehold land over their expected useful lives. The rates and periods generally applicable are:

Freehold properties	-	2% per annum straight line
Plant and machinery	-	20% per annum straight line
Motor vehicles	-	25% per annum reducing balance
Fixtures and fittings	-	15% per annum straight line

Stocks

Stocks are stated at the lower of cost and net realisable value.

Deferred taxation

Deferred tax is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

Debit balances arising in respect of advanced corporation tax on dividends payable or proposed are carried forward to the extent that they are expected to be recoverable.

Foreign currencies

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. Where exchange differences result from the translation of foreign currency borrowings raised to acquire foreign assets they are taken to reserves and offset against the differences arising from the translation of those assets. All other exchange differences are dealt with through the profit and loss account.

Contribution to pension funds

The company operates a defined contribution pension scheme. The amount charged to the profit and loss account in respect of pension costs is the contributions payable in the year.

PERMAG LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST MAY 2001

2 Fixed assets

	Tangible fixed assets £	Total £
Cost		
At 1st June 2000	174,274	174,274
Additions	3,359	3,359
At 31st May 2001	177,633	177,633
Depreciation and amortisation		
At 1st June 2000	60,383	60,383
Charge for the year	7,628	7,628
At 31st May 2001	68,011	68,011
Net book value		
At 31st May 2001	109,622	109,622
<i>At 31st May 2000</i>	<i>113,891</i>	<i>113,891</i>

3 Share capital

	2001 £	2000 £
Authorised		
20,000 Ordinary shares of £1.00 each	20,000	20,000
	20,000	20,000
Allotted		
5,000 Allotted, called up and fully paid ordinary shares of £1.00 each	5,000	5,000
	5,000	5,000

4 Ultimate Controlling Party

There is no single ultimate controlling party.

5 Secured creditors

Lloyds TSB Scotland hold a bond and floating charge over all the company's assets. There were no amounts due to secured creditors at the year end (2000: nil).