

New Circuit Engineering Limited

Company Number SC096213

Directors Report and Accounts

For The Year Ended

31st October 2003

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New Circuit Engineering Limited

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Directors

Mr J Kirkwood  
Mrs J Hamilton  
Mr T McArdle

Secretary

Mr A Murray

Registered Office

117 Ruchill Street  
Maryhill  
Glasgow  
G20 2QN

Auditors

Jackson & Co  
Chartered Accountants  
Registered Auditors  
166 Buchanan Street  
Glasgow  
G1 2LW

Bankers

Bank of Scotland  
174 Byres Road  
Glasgow  
G12 8SW

Solicitors

Thomas McFarlane  
International & Domestic Law Practice  
2 Roman Road  
Glasgow  
G61 2SW

New Circuit Engineering Limited  
Report of the Directors

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The Directors have pleasure in presenting their Report and Audited Accounts for the year ended 31st October 2003.

Activities

The Company's principal activity is the manufacture of electrical switchboard and control panels and the manufacture of steel enclosures.

State of Affairs

The state of the Company's affairs are as set out on pages 7 to 19. No dividends were paid during the year.

Fixed Assets

Information relating to changes in fixed assets is given in note 9 to the accounts.

Close Company

The Company is a close company within the provisions of the Income and Corporation Taxes Act.

Future Developments

During the year, the Company has continued to develop its export market and is intending to expand into other related areas.

The Company's profitability has increased slightly towards the end of the financial year due to export orders.

In conjunction with the above the Company has restructured the senior management of the company.

New Circuit Engineering Limited  
Report of the Directors (Continued)

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Directors

The Directors of the Company who acted throughout the period and their interests in the Ordinary Shares of the Company are as follows:-

|                | <u>2003</u> | <u>2002</u> |
|----------------|-------------|-------------|
| Mr J Kirkwood  | 4499        | 4499        |
| Mrs J Hamilton | -           | -           |
| Mr T McArdle   | 1500        | 1500        |

Donations

The company made charitable contributions during the year amounting to £ 868 (£222 in 2002).

Auditors

Jackson & Co have indicated their willingness to continue in office and in accordance with the provisions of the Companies Act it is proposed that they be re-appointed auditors to the Company for the ensuing year.

By Order of the Board



Mr A Murray (Secretary)  
117 Ruchill Street  
Maryhill  
Glasgow  
G20 2QN

Date 12/12/2004

New Circuit Engineering Limited  
Directors' Responsibilities & Report of the Auditors

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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 and 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.

## New Circuit Engineering Limited

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### Independent Auditors' Report to the Shareholders of New Circuit Engineering Ltd

We have audited the financial statements of New Circuit Engineering Limited for the year ended 31<sup>st</sup> October 2003 on pages 7 to 19. These financial statements have been prepared under the historical cost convention and the accounting policies set out on pages 10 & 11.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters that 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 the opinions we have formed.

### Respective responsibilities of directors and auditors

As described in the Statement of Directors' responsibilities on page 4, the company's directors are responsible for the preparation of the 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 Directors' Report 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 Directors' Report 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.

New Circuit Engineering Limited

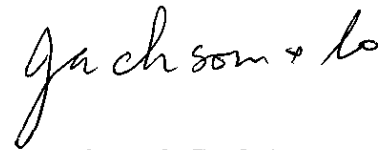
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Independent Auditors' Report to the Members of New Circuit Engineering Limited  
(cont)

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.

Opinion

In our opinion, the financial statements give a true and fair view of the state of the company's affairs at 31st October 2003 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Jackson & Co C.A.  
Registered Auditors  
166 Buchanan Street  
Glasgow  
G1 2LW

Date: 12/12/2004

New Circuit Engineering Limited  
Profit and Loss Account  
For The Year Ended  
31st October 2003

|                                                  |      |        |             | <u>2002</u> |
|--------------------------------------------------|------|--------|-------------|-------------|
|                                                  | Note | £      | £           | £           |
| Turnover                                         | (2)  |        | 2270233     | 3086537     |
| Less: Cost of Sales                              |      |        | 1556253     | 2425746     |
|                                                  |      |        | <hr/>       | <hr/>       |
| Gross Profit                                     |      |        | 713980      | 660791      |
| Less: Distribution Costs                         |      | 81807  |             | 83843       |
| Administration Expenses                          |      | 573050 |             | 528101      |
|                                                  |      | <hr/>  |             | <hr/>       |
|                                                  |      |        | 654857      | 611944      |
|                                                  |      |        | <hr/>       | <hr/>       |
| Profit on Ordinary Activities<br>Before Interest | (3)  |        | 59123       | 48847       |
| Interest Receivable                              |      | 2940   |             | 554         |
| Interest Payable and<br>Similar Charges          | (20) | 5704   |             | 12088       |
|                                                  |      | <hr/>  |             | <hr/>       |
|                                                  |      |        | 2764        | 11534       |
|                                                  |      |        | <hr/>       | <hr/>       |
| Profit on Ordinary Activities<br>Before Taxation |      |        | 56359       | 37313       |
| Less: Taxation                                   | (4)  |        | 10426       | 20492       |
|                                                  |      |        | <hr/>       | <hr/>       |
| Profit on Ordinary Activities<br>After Taxation  |      |        | 45933       | 16821       |
| Add: Retained Reserves Brought Forward           |      |        | 518358      | 501537      |
|                                                  |      |        | <hr/>       | <hr/>       |
| Retained Profits transferred to Reserves         |      |        | £ 564291    | £ 518358    |
|                                                  |      |        | <hr/> <hr/> | <hr/> <hr/> |

There are no recognised gains and losses in the year other than the profit for the year.  
The turnover generated relates to continuing operations.

The notes on pages 10 to 19 form an integral part of these accounts.

New Circuit Engineering Limited  
Balance Sheet  
As At  
31st October 2003

|                                                                         |      |        |          | <u>2002</u> |
|-------------------------------------------------------------------------|------|--------|----------|-------------|
|                                                                         | Note | £      | £        | £           |
| <u>Fixed Assets</u>                                                     |      |        |          |             |
| Tangible Fixed Assets                                                   | (9)  |        | 297299   | 330715      |
| <u>Current Assets</u>                                                   |      |        |          |             |
| Stocks                                                                  | (7)  | 201154 |          | 150804      |
| Loose Tools                                                             | (13) | 5000   |          | 5000        |
| Debtors                                                                 | (6)  | 633159 |          | 1087118     |
| Cash at Bank and in Hand                                                |      | 720    |          | 43629       |
|                                                                         |      |        | 840033   | 1286551     |
| Creditors: Amounts Falling Due<br>Within One Year                       | (8)  | 539223 |          | 960907      |
|                                                                         |      |        |          |             |
| Net Current Assets                                                      |      |        | 300810   | 325644      |
|                                                                         |      |        |          |             |
| Total Assets Less Current Liabilities                                   |      |        | 598109   | 656359      |
|                                                                         |      |        |          |             |
| Creditors: Amounts Falling Due After<br>More Than One Year(12, 14 & 15) |      |        | 16500    | 65529       |
| <u>Provisions for Liabilities<br/>and Charges</u>                       |      |        |          |             |
| Deferred Taxation                                                       | (10) |        | 11318    | 11318       |
|                                                                         |      |        |          |             |
| Net Assets                                                              |      |        | £ 570291 | £ 579512    |

The notes on pages 10 to 19 form an integral part of these accounts.

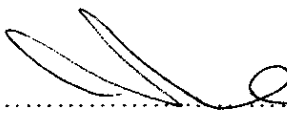
New Circuit Engineering Limited  
Balance Sheet (Continued)  
As At  
31st October 2003

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Financed By:

|                                 | Note | <u>Authorised</u> | <u>Issued</u>     | <u>2002</u>       |
|---------------------------------|------|-------------------|-------------------|-------------------|
| <u>Share Capital</u>            |      |                   | £                 | £                 |
| Ordinary Shares of £1 each (17) |      | £ 10000           | 6000              | 6000              |
|                                 |      | <u>          </u> |                   |                   |
| <u>Reserves</u>                 |      |                   |                   |                   |
| Profit and Loss Account         |      | 564291            |                   | 518358            |
| Grant Reserve (16)              |      | -                 |                   | 55154             |
|                                 |      | <u>          </u> |                   | <u>          </u> |
|                                 |      |                   | 564291            | 573512            |
|                                 |      |                   | <u>          </u> | <u>          </u> |
| Shareholders' Funds (18)        |      |                   | £ 570291          | £ 579512          |
|                                 |      |                   | <u>          </u> | <u>          </u> |

Approved by the Board on .....12/12/2004.....Date

Director ..........Mr T McArdle

The notes on pages 10 to 19 form an integral part of these accounts.

New Circuit Engineering Limited  
Notes to the Accounts  
For The Year Ended  
31st October 2003

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1. Accounting Policies

a) Accounting Convention

The financial statements have been prepared under the historical cost convention and in accordance with applicable Accounting Standards.

b) Depreciation

Depreciation is provided to write off the value of Motor Vehicles, Plant and Machinery and Office Equipment over their useful lives at 25% on the reducing balance basis. Property is not depreciated.

FRS 11 requires a review of asset impairment i.e. depreciation or amortisation in respect of freehold or leasehold properties. In the opinion of the directors the property has not depreciated in value. This is a departure from the requirements of the Companies Act 1985, which requires all properties to be depreciated. In the opinion of the directors this departure is necessary for the financial statements to give a true and fair view in accordance with applicable accounting standards, as properties are included in the financial statements at their open market value. See note 9.

c) Stock and Work in Progress

Stock and Work in Progress are valued at the lower of cost or net realisable value and are in accordance with SSAP 9.

d) FRS1

The Company has not prepared a cash statement as required by FRS1 as the Company believes itself exempt from doing so.

e) Pension

The Company operates a defined contribution scheme for the employees, the assets of the scheme being held separately from the assets of the Company. The pension cost charge represents contributions payable to the scheme.

Payments to the pension scheme were made on behalf of directors and participating employees in the year. Payments made on behalf of the directors were as follows, John Kirkwood £1,020 (£1,020 in 2002) and Tom McArdle £48,685 (£1,020 in 2002).

New Circuit Engineering Limited  
Notes to the Accounts (Continued)  
For The Year Ended  
31st October 2003

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f) Deferred Taxation

Deferred taxation is accounted for under the liability method in respect of the taxation effects of all timing differences which are expected to reverse in the future, calculated at the rate at which it is estimated that tax will be payable.

|    |                 |           |             |
|----|-----------------|-----------|-------------|
| 2. | <u>Turnover</u> |           | <u>2002</u> |
|    |                 | £         | £           |
|    | External sales  | 2300079   | 3061383     |
|    | Other income    | 55154     | 25154       |
|    |                 | <hr/>     | <hr/>       |
|    |                 | £ 2355233 | £ 3086537   |
|    |                 | <hr/>     | <hr/>       |

Turnover represents the invoiced amount of external goods and services in the United Kingdom and is stated net of Value Added Tax.

|    |                                                                        |        |             |
|----|------------------------------------------------------------------------|--------|-------------|
| 3. | <u>Profits are stated after charging and crediting the following:-</u> |        | <u>2002</u> |
|    |                                                                        | £      | £           |
|    | Directors Emoluments                                                   | 57116  | 53603       |
|    | Audit Fee                                                              | 4000   | 4000        |
|    | Plant Hire                                                             | 2157   | 4067        |
|    | Depreciation                                                           | 44631  | 60728       |
|    | Loss on Disposal                                                       | 1113   | 2503        |
|    | Bank Interest paid and received                                        | (2698) | 3714        |
|    |                                                                        | <hr/>  | <hr/>       |

New Circuit Engineering Limited  
Notes to the Accounts (Continued)  
For The Year Ended  
31st October 2003

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4. Taxation

Taxation is calculated at appropriate U.K. rates as follows:-

|                                               |         | <u>2002</u> |
|-----------------------------------------------|---------|-------------|
|                                               | £       | £           |
| U.K. Corporation tax for 2003 accounts at 19% | 10426   | 9174        |
| Deferred tax charge                           | -       | 11318       |
|                                               | <hr/>   | <hr/>       |
|                                               | £ 10426 | £ 20492     |
|                                               | <hr/>   | <hr/>       |

The tax assessed for the period is higher than the standard rate of UK taxation applicable to the company of 19% (2002 – 20%). The differences are explained below:

|                                                                                     | £            | £            |
|-------------------------------------------------------------------------------------|--------------|--------------|
| Profit on ordinary activities before tax                                            | <u>56359</u> | <u>37313</u> |
| Profit on ordinary activities multiplied by standard rate of tax of 19% (2002- 20%) | 10708        | 7463         |
| Expenses not deductible for tax purposes                                            | 832          | 1279         |
| Income deducted for tax purposes                                                    | (559)        | (111)        |
| Depreciation for period in excess of capital allowances                             | (555)        | 828          |
| Adjustment for marginal relief                                                      | -            | (285)        |
|                                                                                     | <hr/>        | <hr/>        |
| Current tax charge for the period                                                   | £ 10426      | £ 9174       |
|                                                                                     | <hr/>        | <hr/>        |

New Circuit Engineering Limited  
Notes to the Accounts (Continued)  
For The Year Ended  
31st October 2003

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| 5. <u>Employee Costs</u>            |             | <u>2002</u> |
|-------------------------------------|-------------|-------------|
|                                     | £           | £           |
| Wages and salaries                  | 735036      | 830892      |
| Social Security Costs               | 311843      | 304006      |
| Defined Contribution Pension Scheme | 52277       | 6193        |
|                                     | <hr/>       | <hr/>       |
|                                     | £ 1099156   | £ 1141091   |
|                                     | <hr/> <hr/> | <hr/> <hr/> |

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

|                |       | <u>2002</u> |
|----------------|-------|-------------|
| Fitters        | 38    | 39          |
| Design         | 14    | 14          |
| Administration | 5     | 6           |
|                | <hr/> | <hr/>       |
|                | 57    | 59          |
|                | <hr/> | <hr/>       |

| 6. <u>Debtors</u> |             | <u>2002</u> |
|-------------------|-------------|-------------|
|                   | £           | £           |
| Trade debtors     | 586309      | 1017945     |
| Sundry debtors    | 41768       | 47418       |
| Prepayments       | 3285        | 19805       |
| Loan              | 950         | 1950        |
| Directors Loan    | 847         | -           |
|                   | <hr/>       | <hr/>       |
|                   | £ 633159    | £ 1087118   |
|                   | <hr/> <hr/> | <hr/> <hr/> |

New Circuit Engineering Limited  
Notes to the Accounts (Continued)  
For The Year Ended  
31st October 2003

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|                                         |          |             |
|-----------------------------------------|----------|-------------|
| 7. <u>Stocks &amp; Work in Progress</u> |          | <u>2002</u> |
|                                         | £        | £           |
| Raw materials and consumables           | 56500    | 28425       |
| Work in progress                        | 144654   | 122379      |
|                                         | <hr/>    | <hr/>       |
|                                         | £ 201154 | £ 150804    |
|                                         | <hr/>    | <hr/>       |

Work in progress represents labour costs and materials incurred but not invoiced at 31<sup>st</sup> October 2003.

|                                                          |          |             |
|----------------------------------------------------------|----------|-------------|
| 8. <u>Creditors: Amounts Falling Due Within One Year</u> |          | <u>2002</u> |
|                                                          | £        | £           |
| Trade creditors                                          | 313940   | 672860      |
| Sundry creditors                                         | 14929    | 17959       |
| Accruals                                                 | 41546    | 102175      |
| VAT                                                      | 52908    | 81690       |
| PAYE Liability                                           | 28434    | -           |
| Corporation Tax                                          | 19949    | 11204       |
| H.P. Creditors                                           | 48122    | 53447       |
| Bank Overdraft                                           | 19395    | 21572       |
|                                                          | <hr/>    | <hr/>       |
|                                                          | £ 539223 | £ 960907    |
|                                                          | <hr/>    | <hr/>       |

New Circuit Engineering Limited  
Notes to the Accounts (Continued)  
For The Year Ended  
31st October 2003

9. Fixed Assets

|                               | Balance<br>At 31/10/02 | Additions      | Disposals      | Balance<br>At 31/10/03 |
|-------------------------------|------------------------|----------------|----------------|------------------------|
| <u>Cost</u>                   | £                      | £              | £              | £                      |
| Property                      | 161705                 | -              | -              | 161705                 |
| Office Equipment              | 97317                  | 1486           | 18180          | 80623                  |
| Motor Vehicles                | 69029                  | 3588           | 2750           | 69867                  |
| Plant & Equipment             | 446917                 | 7254           | 7985           | 446186                 |
|                               | <u>£ 774968</u>        | <u>£ 12328</u> | <u>£ 28915</u> | <u>£ 758381</u>        |
| <u>Aggregate Depreciation</u> |                        |                |                |                        |
| Property                      | -                      | -              | -              | -                      |
| Office Equipment              | 70027                  | 7194           | 18180          | 59041                  |
| Motor Vehicles                | 36681                  | 8803           | 2025           | 43459                  |
| Plant & Equipment             | 337545                 | 28634          | 7597           | 358582                 |
|                               | <u>£ 444253</u>        | <u>£ 44631</u> | <u>£ 27802</u> | <u>£ 461082</u>        |
| Net Book Values               | <u>£ 330715</u>        |                |                | <u>£ 297299</u>        |

The property was valued on 24<sup>th</sup> July 2003 by an independent valuer. This was a walk through valuation aimed at arriving at an open market valuation only. The valuation figure given by the surveyor was £ 250,000.

This exceeds the value of the property on the balance sheet. However the directors decided not to adjust the value of the property due to the fact that the valuation was carried out on a walk through basis only. It also justifies the directors' decision not to depreciate the property.

New Circuit Engineering Limited  
Notes to the Accounts (Continued)  
For The Year Ended  
31st October 2003

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| 10. <u>Deferred Taxation</u>             | <u>2002</u> |             |
|------------------------------------------|-------------|-------------|
|                                          | £           | £           |
| Balance at 1 November 2002               | 11318       | NIL         |
| Charge for the year                      | -           | 11318       |
|                                          | <hr/>       | <hr/>       |
| Balance at 31 <sup>st</sup> October 2003 | £ 11318     | £ 11318     |
|                                          | <hr/> <hr/> | <hr/> <hr/> |

The provision for deferred taxation is made up of accelerated capital allowances.

The company has applied FRS19 "Deferred Taxation" for the first time in these financial statements. As a result, the accounting policy for deferred taxation has been changed and full provision has been made for timing differences arising from accelerated capital allowances, as opposed to the partial provision basis previously used. The application of the new policy has not resulted in any material change to figures reported in previous financial statements and therefore no prior year adjustment has been made. The effect of the change in policy on the current year's profit is not material.

11. Bank Overdraft

The bank overdraft is secured by a bond and floating charge over the Company's assets in favour of the Bank of Scotland. Interest is charged at 2.5% per annum over the bank's base rate.

12. Creditors: Amounts Falling Due  
After More Than One Year

|                 | <u>2002</u> |             |
|-----------------|-------------|-------------|
|                 | £           | £           |
| Directors Loans | -           | 907         |
| H P Creditors   | 16500       | 64622       |
|                 | <hr/>       | <hr/>       |
|                 | £ 16500     | £ 65529     |
|                 | <hr/> <hr/> | <hr/> <hr/> |

New Circuit Engineering Limited  
Notes to the Accounts (Continued)  
For The Year Ended  
31st October 2003

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13. Loose Tools

The Directors do not consider that loose tools should be a capitalised item, due to the fact that their individual value is under £400 and also their short life span (less than one year). The same value of £ 5,000 is maintained as in the directors' opinion, the value of loose tools is unlikely to vary from this figure.

|                                                                                           | £              | <u>2002</u><br>£ |
|-------------------------------------------------------------------------------------------|----------------|------------------|
| 14. <u>H P Creditors</u>                                                                  |                |                  |
| Total H P liability at 31 <sup>st</sup> October 2003<br>but due within the next 12 months | 49276          | 55078            |
| Total H P liability at 31 <sup>st</sup> October 2003<br>but due in more than 12 months    | 16500          | 65776            |
|                                                                                           | <u>£ 65776</u> | <u>£ 120854</u>  |
| H P Interest due<br>within the next 12 months                                             | 1154           | 1631             |
| H P Interest due<br>Between 1 and 5 years                                                 | -              | 1154             |
|                                                                                           | <u>£ 1154</u>  | <u>£ 2785</u>    |
| H P capital liability at 31 <sup>st</sup> October 2003                                    | <u>£ 64622</u> | <u>£ 118069</u>  |
| HP Loan 1 by monthly repayment<br>Repayable by May 2005                                   | 49500          | 82500            |
| HP Loan 2 by monthly repayment<br>Repayable by May 2004                                   | 2431           | 6597             |
| HP Loan 3 by monthly repayment<br>Repayable by January 2003                               | -              | 375              |
| HP Loan 4 by monthly repayment<br>Repayable by July 2004                                  | 5062           | 11813            |
| HP Loan 5 by monthly repayment<br>Repayable by August 2004                                | 7629           | 16784            |
|                                                                                           | <u>£ 64622</u> | <u>£ 118069</u>  |

New Circuit Engineering Limited  
Notes to the Accounts (Continued)  
For The Year Ended  
31st October 2003

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|                                                         |                |                  |
|---------------------------------------------------------|----------------|------------------|
| 15. <u>Directors Loans</u>                              | £              | <u>2002</u><br>£ |
| The loans by the directors can be analysed as follows:- |                |                  |
| John Kirkwood                                           | (847)          | (4247)           |
| Thomas McArdle                                          | -              | 5154             |
|                                                         | <u>£ (847)</u> | <u>£ 907</u>     |

16. RSA Grant Reserve

The grants have been treated according to SSAP 4 being classified as a reserve and written to the Profit and Loss Account over the useful life of the project in relation to the grants received. The estimated useful life of the projects were 5 and 4 years.

The balance of the grants have been written off to the Profit and Loss Account as the directors believe that all the conditions of both grants have been fully complied with

|                                    |              |              |
|------------------------------------|--------------|--------------|
|                                    |              | <u>2002</u>  |
| 17. <u>Share Capital</u>           | £            | £            |
| Authorised                         |              |              |
| 10,000 Ordinary Shares of £1 each  | 10000        | 10000        |
|                                    | <u>=====</u> | <u>=====</u> |
| Allotted, Called Up and Fully Paid |              |              |
| 6,000 Ordinary Shares of £1 each   | 6000         | 6000         |
|                                    | <u>=====</u> | <u>=====</u> |

New Circuit Engineering Limited  
Notes to the Accounts (Continued)  
For The Year Ended  
31st October 2003

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18. Reconciliation of movement in Shareholders' Funds 2002

|                                 | £           | £           |
|---------------------------------|-------------|-------------|
| Shareholders' Funds at 31/10/02 | 579512      | 565845      |
| Grant Reserve                   | (55154)     | (3154)      |
| Profit for the year             | 45933       | 16821       |
|                                 | <hr/>       | <hr/>       |
| Shareholders' Funds at 31/10/03 | £ 570291    | £ 579512    |
|                                 | <hr/> <hr/> | <hr/> <hr/> |

19. Pension

The company operates a defined contribution 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 £ 52,277 ( £ 6,193 in 2002).

20. Interest Payable and Similar Charges

|                           | £           | £           |
|---------------------------|-------------|-------------|
| Bank Loans and Overdrafts | 242         | 4268        |
| Bank Charges              | 631         | 2552        |
| Hire Purchase Contracts   | 4831        | 5268        |
|                           | <hr/>       | <hr/>       |
|                           | £ 5704      | £ 12088     |
|                           | <hr/> <hr/> | <hr/> <hr/> |

21. Reporting Financial Performance FRS 3

During the year the company did not undertake any new activities or cease any existing operations. The Profit and Loss Account reflects only items from continuing operations.