

CAMBRIDGE HAND TOOLS LIMITED  
DIRECTORS' REPORT AND ACCOUNTS  
FOR THE YEAR ENDED 31ST MARCH 1996

(Registered in England and Wales, Number 938981)



**CAMBRIDGE HAND TOOLS LIMITED**  
**DIRECTORS' REPORT AND ACCOUNTS**  
**FOR THE YEAR ENDED 31ST MARCH 1996**

The directors present their annual report together with the audited accounts for the year ended 31st March 1996.

Principal Activity and Business Review

The company did not trade during the year.

Directors and Directors' Interests

The directors who have served during the year were as follows:

S.H. Hayes  
D. Abdy

No directors held any beneficial interest in the company during the year. Directors' interests in the share capital of BI Group Plc, the intermediate holding company are disclosed in that company's accounts.

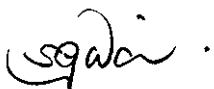
Insurance

During the year a group insurance policy was maintained under which cover was provided for directors and certain other officers against possible personal claims against them arising from the company's activities.

Auditors

In accordance with the provisions of Section 250 of the Companies Act 1985, a resolution will be proposed at the forthcoming Annual General Meeting that the company, being dormant within the meaning of the said Section, be exempt from the obligation to appoint auditors as otherwise required by Section 384 of the said Act.

By order of the Board



S.G. Wain  
Secretary

15th September 1996

**CAMBRIDGE HAND TOOLS LIMITED**  
**STATEMENT OF DIRECTORS' RESPONSIBILITIES**  
**FOR THE YEAR ENDED 31ST MARCH 1996**

Company law requires the directors to prepare accounts 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 for that period. In preparing these accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the accounts on the going concern basis.

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 accounts comply with the Companies Act 1985. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

**AUDITORS' REPORT TO THE MEMBERS OF**  
**CAMBRIDGE HAND TOOLS LIMITED**

We have audited the accounts on pages 4 to 7.

Respective responsibilities of directors and auditors

As described above the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

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 accounts 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 accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of affairs of the company as at 31st March 1996 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



KPMG  
Chartered Accountants  
Registered Auditors  
Birmingham

15th September 1996

**CAMBRIDGE HAND TOOLS LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31ST MARCH 1996**

	1996 £	1995 £
Administrative expenses - discontinued activities	-	7,086
	-----	-----
PROFIT ON ORDINARY ACTIVITIES BEFORE TAX	-	7,086
Tax on profit on ordinary activities	-	(2,338)
	-----	-----
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION	-	4,748
RETAINED LOSS BROUGHT FORWARD	(252)	(5,000)
	-----	-----
RETAINED LOSS CARRIED FORWARD	(252)	(252)
	-----	-----

There were no recognised gains or losses other than those recognised in the profit and loss account.

**RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS**

	£	£
Retained profit for the year	-	4,748
Opening shareholders' funds	4,748	-
	-----	-----
Closing shareholders' funds	4,748	4,748
	-----	-----

**CAMBRIDGE HAND TOOLS LIMITED**  
**BALANCE SHEET**  
**AT 31ST MARCH 1996**

	<u>Note</u>	1996 £	1995 £
CURRENT ASSETS			
Debtors	3	7,086	8,534
CREDITORS : Amounts falling due within one year	4	(2,338)	(3,786)
NET ASSETS		<u>4,748</u>	<u>4,748</u>
CAPITAL AND RESERVES			
Called-up share capital	5	5,000	5,000
Profit and loss account		(252)	(252)
EQUITY SHAREHOLDERS' FUNDS		<u>4,748</u>	<u>4,748</u>

These accounts were approved by the directors on 15th September 1996 and signed on their behalf by:

  
S.H. Hayes  
Director

15th September 1996

**CAMBRIDGE HAND TOOLS LIMITED**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31ST MARCH 1996**

1. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's accounts:

(a) BASIS OF ACCOUNTING

The accounts are prepared under the historical cost convention and in accordance with applicable Accounting Standards.

(b) CASH FLOW STATEMENT

The intermediate parent undertaking, BI Group Plc, has adopted Financial Reporting Standard 1 and has prepared a consolidated cash flow statement which deals with the cash flows of the company, thereby exempting the company from the need to prepare a cash flow statement.

2. DIRECTORS EMOLUMENTS

No director received any remuneration in respect of the current or previous financial year.

3. DEBTORS

	1996 £	1995 £
Amounts owed by group undertakings	7,086 -----	8,534 -----

Amounts owed by group undertakings are wholly due after more than one year.

4. CREDITORS: Amounts falling due after more than one year

Accruals	2,338 -----	3,786 -----
----------	----------------	----------------

5. CALLED-UP SHARE CAPITAL

Authorised: 5,000 ordinary shares of £1 each	5,000 -----	5,000 -----
Allotted, called-up and fully paid: 5,000 ordinary shares of £1 each	5,000 -----	5,000 -----

**CAMBRIDGE HAND TOOLS LIMITED**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31ST MARCH 1996**  
(continued)

6. HOLDING COMPANY

The company's immediate holding company is G.W. Thornton Holdings Plc, a company registered in England and Wales.

The company's intermediate holding company is BI Group Plc, a company registered in England and Wales.

The company's ultimate holding company is The National Industries Co. S.A.K., a company registered in Kuwait.

The largest group in which the results of the company are consolidated is that headed by BI Group Plc.

No other group accounts include the results of the company.