

APEX PLASTICS LIMITED

REPORT AND FINANCIAL STATEMENTS

31 AUGUST 1996

COMPANY NO. 01341440



Crane & Partners  
Chartered Accountants  
Rutland House, 44, Masons Hill,  
Bromley, Kent. BR2 9EQ

APEX PLASTICS LIMITED

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# APEX PLASTICS LIMITED

## REPORT OF THE DIRECTOR

The director presents his annual report and financial statements for the year ended 31st August 1996.

### PRINCIPAL ACTIVITY

The principal activity of the company continues to be that of plastic injection moulding and vacuum metalising.

### REVIEW OF BUSINESS AND FUTURE DEVELOPMENTS

The director considers the results for the year to be satisfactory and anticipates a similar level of profitability in the current year.

### RESULTS AND DIVIDEND

The results of the company are shown in the profit and loss account on page 4.

The director does not recommend the payment of a dividend at the year end. No dividend was paid during the year (1995 Nil).

### DIRECTOR AND DIRECTOR'S INTERESTS

The Director who served throughout the year and his interest in the £1 ordinary shares of the company at the beginning and end of the year was as follows:-

	No.
A. S. Sizen	33

APEX PLASTICS LIMITED

REPORT OF THE DIRECTORS

DIRECTOR'S RESPONSIBILITIES

Company law requires the director 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 director is required to:

- select suitable accounting policies and then apply them consistently.
- make judgements and estimates that are reasonable and prudent.
- follow applicable accounting standards, subject to any material departures disclosed and explained in the financial statements.
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

Signed on behalf of the Board.

Rutland House,  
44, Masons Hill,  
Bromley,  
Kent.  
BR2 9EQ

A. S. Sizen  
Director

A handwritten signature in black ink, appearing to read 'Anthony Sizen', with a stylized flourish at the end.

6th June 1997

APEX PLASTICS LIMITED

ACCOUNTANTS' REPORT TO THE MEMBERS ON THE UNAUDITED  
FINANCIAL STATEMENTS OF APEX PLASTICS LIMITED

FOR THE YEAR ENDED 31 AUGUST 1996

We report on the financial statements for the year ended 31 August 1996 set out on pages 4 to 10.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING ACCOUNTANT

As described in the Director's Report the company's director is responsible for the preparation of the financial statements and they believe that the company is exempt from audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.


BASIS OF OPINION

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants and so our procedures consisted of comparing the financial statements with the accounting records kept by the company and making such limited enquiries of the officers of the company as we considered necessary for the purpose of this report. These procedures provide only the assurance expressed in our opinion.

OPINION

In our opinion:

- (a) the financial statements are in agreement with those accounting records kept by the company under Section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records
- (i) the financial statements have been drawn up in a manner consistent with the accounting records specified in Section 249C(6) of the Act, and
- (ii) the company satisfied the conditions for exemption from an audit of the financial statements for the year specified in Section 249A(4) of the Act and did not, at any time within the year, fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1).

  
Crane and Partners  
Chartered Accountants  
Registered Auditors

Rutland House  
44, Masons Hill  
Bromley  
Kent  
BR2 9EQ

6th June 1997

APEX PLASTICS LIMITED

PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31ST AUGUST 1996

	Note	1996 £	1995 £
TURNOVER	2	270,921	301,825
Cost of sales		62,770	65,009
GROSS PROFIT		208,151	236,816
Operating expenses		(220,807)	(235,479)
OPERATING PROFIT		(12,656)	1,337
Other operating income	4	40,855	37,935
Interest payable	5	(11,144)	(11,518)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	6	17,055	27,754
Taxation	7	(3,905)	(7,355)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		13,150	20,399
Retained profit brought forward		97,243	76,844
RETAINED PROFIT CARRIED FORWARD		110,393	97,243

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the above two financial years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profit for the above two financial years.

APEX PLASTICS LIMITED

BALANCE SHEET

AS AT 31ST AUGUST 1996

	Note	£	1996	£	1995	£
FIXED ASSETS						
Tangible assets	8		343,920		348,889	
CURRENT ASSETS						
Stock and work in progress	9	22,000		22,009		
Debtors	10	114,203		90,773		
Cash at bank and in hand		662		585		
			<u>136,865</u>		<u>113,367</u>	
CREDITORS: Amounts falling due within one year	11	(102,495)		(90,378)		
NET CURRENT ASSETS			<u>34,370</u>		<u>22,989</u>	
TOTAL ASSETS LESS CURRENT LIABILITIES			378,290		371,878	
CREDITORS: Amounts falling due after more than one year	12		(64,199)		(70,937)	
			<u>314,091</u>		<u>300,941</u>	
CAPITAL AND RESERVES						
Called up share capital	14		100		100	
Revaluation reserve	15		203,598		203,598	
Profit and loss account			110,393		97,243	
SHAREHOLDERS' FUNDS	16		<u>314,091</u>		<u>300,941</u>	

For the year ended 31 August 1996 the company was entitled to the exemption conferred by subsection (2) of section 249A of the Companies Act 1985.

No notice from members requiring an audit has been deposited under subsection (2) of section 249B in relation to its accounts for the financial year.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226 and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company.

Approved by the Board on 6th June 1997.

*Anthony Sizen*  
A. S. Sizen

..... Director

APEX PLASTICS LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST AUGUST 1996

1 ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards issued by UK accountancy bodies. The particular accounting policies adopted are described below.

(a) Accounting convention

The financial statements are prepared under the historical cost convention, as modified by the revaluation of freehold land and buildings.

(b) Depreciation

Depreciation is calculated to write off the cost of an asset over their estimated useful lives at the following rates:

Fixtures, fittings & equipment	10% Written down value
Vehicles	25% Written down value

(c) Stock and work in progress

Stock and work in progress has been valued at the lower of cost and net realisable value. Cost represents materials, direct labour and appropriate production overheads.

(d) Investment properties

Investment properties are included in the balance sheet at current market value. Any surplus arising is credited to the revaluation reserve, any deficits are netted off against the remaining balance on the reserve. In accordance with the Statement of Standard Accounting Practice No. 19, investment properties are not depreciated.

(e) Deferred taxation

Deferred taxation is provided at the anticipated tax rates on differences arising from the inclusion of items of income and expenditure in tax computations in periods different from those in which they are included in the financial statements, to the extent that it is probable that a liability will crystallise in the future.

2 TURNOVER

Turnover represents the invoiced value of sales, net of Value Added Tax. All turnover is derived from trading in the United Kingdom.



APEX PLASTICS LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST AUGUST 1996

3 STAFF COSTS

	1996 £	1995 £
Staff costs including directors remuneration were as follows:		
Wages and salaries	108,136	119,183
Social security costs	6,946	7,516
	<u>115,082</u>	<u>126,699</u>

The average number of staff including directors employed by the company during the year was 14 (1995 - 14)

4 OTHER OPERATING INCOME

	1996 £	1995 £
Rent receivable	<u>40,855</u>	<u>37,935</u>

5 INTEREST PAYABLE AND SIMILAR CHARGES

	1996 £	1995 £
On bank loans and overdrafts wholly repayable within 5 years	<u>11,144</u>	<u>11,518</u>

6 PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	1996 £	1995 £
Profit on ordinary activities before taxation is stated after charging:		
Directors' remuneration	500	2,600
Depreciation	<u>4,969</u>	<u>5,550</u>

APEX PLASTICS LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST AUGUST 1996

7 TAXATION

	1996 £	1995 £
United Kingdom corporation tax at 24%/25% (1995 - 25%) based on profit for the year	<u>3,905</u>	<u>7,355</u>

8 TANGIBLE FIXED ASSETS

	Freehold land & buildings £	Motor vehicle £	Fixtures fittings & equipment £	Total £
Cost or valuation At 1 September 1995 and at 31 August 1996	<u>300,000</u>	<u>18,850</u>	<u>75,295</u>	<u>394,145</u>
Depreciation At 1 September 1995	-	18,317	26,939	45,256
Charge for the year	-	133	4,836	4,969
At 31 August 1996	<u>-</u>	<u>18,450</u>	<u>31,775</u>	<u>50,225</u>
Net book value At 31 August 1996	<u>300,000</u>	<u>400</u>	<u>43,520</u>	<u>343,920</u>
At 31 August 1995	<u>300,000</u>	<u>533</u>	<u>48,356</u>	<u>348,889</u>

At 31st August 1992 the freehold land and buildings were revalued by the director at £300,000. The director is of the opinion that the current market value is not materially different. The historical cost was £109,049.

9 STOCK AND WORK IN PROGRESS

	1996 £	1995 £
Raw materials	<u>22,000</u>	<u>22,009</u>

APEX PLASTICS LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST AUGUST 1996

10 DEBTORS

	1996 £	1995 £
Trade debtors	94,565	88,773
Other debtors	19,638	2,000
	<u>114,203</u>	<u>90,773</u>

Included in other debtors is an amount of £18,460 which relates to a loan to a director. The maximum balance loaned during the year was £18,460. There is no interest due on the loan.

11 CREDITORS: Amounts falling due  
within one year

	1996 £	1995 £
Bank overdraft	44,941	35,624
Bank loan	9,600	9,600
Trade creditors	16,096	15,052
Corporation tax	11,260	7,355
Other taxes and social security	9,591	12,008
Other creditors	-	67
Accruals and deferred income	11,007	10,672
	<u>102,495</u>	<u>90,378</u>

The bank loan and overdraft are secured by a fixed and floating charge over the assets of the company.

12 CREDITORS: Amounts falling due  
after more than one year

	1996 £	1995 £
Bank loan	<u>64,199</u>	<u>70,937</u>

The bank loan is repayable by monthly instalments of £1,153 and bears interest at 3% above LIBOR.

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NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST AUGUST 1996

13 PROVISIONS FOR LIABILITIES AND CHARGES

	1996		1995	
	Provided £	Potential £	Provided £	Potential £
Potential corporation tax arising on revaluation	-	7,400	-	7,600

14 CALLED UP SHARE CAPITAL

	1996 £	1995 £
Authorised		
100 ordinary shares of £1 each	100	100
Allotted, called up and fully paid		
100 ordinary shares of £1 each	100	100

15 REVALUATION RESERVE

	1996 £	1995 £
Surplus on revaluation	203,598	203,598

16 RECONCILIATION OF MOVEMENTS  
ON SHAREHOLDERS' FUNDS

	1996 £	1995 £
Profit for the financial year after taxation	13,150	20,399
Opening shareholders' funds	300,941	280,542
Closing shareholders' funds	314,091	300,941

APEX PLASTICS LIMITED

DETAILED PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31ST AUGUST 1996

	1996		1995
	£	£	£
SALES		270,921	301,825
Opening stock	22,009		25,100
Purchases	84,938		61,918
Proceeds from insurance claim	(22,177)		-
	<u>84,770</u>		<u>87,018</u>
Closing stock	(22,000)		(22,009)
		62,770	65,009
GROSS PROFIT		208,151	236,816
Rent receivable	40,855		37,935
	<u>40,855</u>		<u>37,935</u>
		249,006	274,751
Deduct:			
Director's remuneration	500		2,600
Wages and salaries	107,636		116,583
Employers N.I. contributions	6,946		7,516
Insurance	8,747		7,304
Audit and accountancy	2,600		2,500
Loan interest	7,097		8,232
Bank charges and interest	5,955		5,560
Consultancy fees	5,850		7,398
Sundry expenses	3,517		3,146
Electricity and gas	16,803		20,128
Repairs and renewals	9,389		8,557
Rent and rates	31,181		31,571
BUPA	1,416		1,295
Printing, postage and stationery	7,388		8,413
Telephone	1,783		1,801
Motor expenses and travel	10,174		8,843
Depreciation:			
Fixtures, fittings and equipment	4,836		5,373
Motor vehicle	133		177
	<u></u>	(231,951)	(246,997)
NET PROFIT FOR THE YEAR		<u>17,055</u>	<u>27,754</u>