

Company Registration No 1400914

## **DRC PLASTICS LIMITED**

**Directors' Report and Financial Statements**

**For the year ended 30 June 2004**



**REPORT AND FINANCIAL STATEMENTS 2003/2004**

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**OFFICERS AND PROFESSIONAL ADVISERS**

**Director**

J.A.F. Walker

**Registered Office**

1 Regal Lane  
Soham  
Ely  
Cambs  
CB7 5BE

**Bankers**

Bank of Scotland  
Corporate Banking (West)  
Level 8  
123 St. Vincent Street  
Glasgow G2 5EA

**Auditor**

KPMG Audit Plc  
2 Cornwall Street  
Birmingham  
B3 2DL

## **DIRECTOR'S REPORT**

The directors present their annual report and the audited financial statements for the year ended 30 June 2004.

### **Principal activities**

The Company did not trade during the current or prior year and there are no plans to begin trading in the foreseeable future.

### **Directors and their interests**

The directors had no interest in the shares of the company at the beginning or end of the financial year.

The director's interests in the shares of SWP Group PLC, the ultimate holding company, are disclosed in the financial statements of that Company.

### **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 for that period. In preparing those financial statements, the directors are required to:

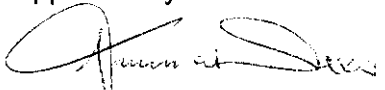
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the financial statements;
- prepare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

The 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 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.

### **Auditor**

A resolution to re-appoint KPMG Audit Plc will be proposed at the forthcoming Annual General Meeting.

Approved by the Board of Directors and signed on behalf of the Board

  
**J.A.F. Walker**  
Director

27 April 2005

**REPORT OF THE INDEPENDENT AUDITORS, KPMG AUDIT PLC, TO THE MEMBERS OF DRC PLASTICS LIMITED**

We have audited the financial statements on pages 6 to 9.

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 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**

The directors are responsible for preparing the directors' report and, as described on page 4, the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and by our profession's ethical guidance.

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.

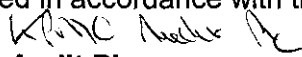
**Basis of audit opinion**

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 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.

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 as at 30 June 2004 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

  
**KPMG Audit Plc**  
**Chartered Accountants**  
**Registered Auditor**  
**Birmingham**

**27 April 2005**

**PROFIT AND LOSS ACCOUNT**

**Year ended 30 June 2004**

The Company has not traded during either the current or prior year and has received no income and incurred no expenditure and consequently has made neither a profit nor a loss.

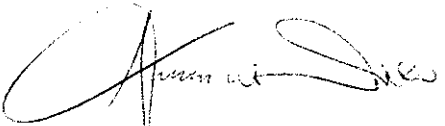
# DRC PLASTICS LIMITED

## BALANCE SHEET 30 June 2004

	<i>Note</i>	<b>2004 £000's</b>	<b>2003 £000's</b>
<b>Current assets</b>			
Debtors	3	-	-
		<hr/>	<hr/>
<b>Net assets</b>		-	-
		<hr/>	<hr/>
<b>Capital and reserves</b>			
Called up share capital	4	100	100
Profit and loss account	5	(100)	(100)
		<hr/>	<hr/>
<b>Equity shareholders' funds</b>		-	-
		<hr/>	<hr/>

These financial statements were approved by the Board of Directors on 27 April 2005

Signed on behalf of the Board of Directors

  
**J.A.F. Walker**  
 Director

**NOTES TO THE ACCOUNTS**  
**Year ended 30 June 2004**

**1. ACCOUNTING POLICIES**

*The financial statements are prepared in accordance with applicable accounting standards. The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.*

**Accounting convention**

The financial statements are prepared under the historical cost convention.

**Cashflow statement**

Under Financial Reporting Standard 1, the company is exempt from the requirements to prepare a cash flow statement on the grounds that its parent undertaking includes the company in its own published consolidated financial statements.

**2. INFORMATION REGARDING DIRECTORS AND EMPLOYEES**

No Directors received any emoluments from the company during the current or prior year.

**3. DEBTORS**

	2004 £000's	2003 £000's
Trade debtors	-	-
	<hr/>	<hr/>

**4. CALLED UP SHARE CAPITAL**

	2004 £000's	2003 £000's
Authorised, 100,000 ordinary shares of £1 each	100	100
	<hr/>	<hr/>
Allotted, called up and fully paid, 100,000 ordinary shares of £1 each	100	100
	<hr/>	<hr/>



**NOTES TO THE ACCOUNTS**  
**Year ended 30 June 2004**

**5. RESERVES**

	£000's
Balance at 30 June 2004 and 30 June 2003	(100)
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**6. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS FUNDS**

	2004 £000's	2003 £000's
Shareholder funds at 30 June 2004 and 30 June 2003	-	-
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**7. CONTINGENT LIABILITY**

The company has guaranteed the bank borrowings of certain of its group undertakings.

**8 RELATED PARTIES**

The company has taken advantage of the exemptions available under paragraph 3[c] of FRS8 relating to related party transactions.

**9 PARENT COMPANY**

The ultimate parent company and controlling entity of DRC Plastics Limited is SWP Group Plc a company registered in England and Wales. The financial statements of the ultimate parent company are available from The Company Secretary, SWP Group Plc, 4<sup>th</sup> Floor, Bedford House, 3 Bedford Street, London WC2E 9HD.