

Company Registration No 1400914

DRC PLASTICS LIMITED

Directors' Report and Financial Statements

For the year ended 30 June 2003



REPORT AND FINANCIAL STATEMENTS 2002/2003

CONTENTS	PAGE
Officers and professional advisers	3
Directors' report	4
Statement of directors' responsibilities	4
Independent auditors' report	5
Profit and loss account	6
Balance sheet	7
Notes to the accounts	8

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 2003.

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:

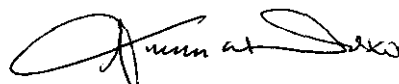
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the financial statements;
- prepare 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

18 December 2003

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 auditor, 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 2003 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

18 December 2003

PROFIT AND LOSS ACCOUNT

Year ended 30 June 2003

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.

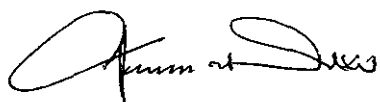
DRC PLASTICS LIMITED

BALANCE SHEET 30 June 2003

	Note	2003 £000's	2002 £000's
Current assets			
Debtors	3	-	-
Net assets		-	-
Capital and reserves			
Called up share capital	4	100	100
Profit and loss account	5	(100)	(100)
Equity shareholders' funds		-	-

These financial statements were approved by the Board of Directors on 18 December 2003

Signed on behalf of the Board of Directors


J.A.F. Walker
Director

NOTES TO THE ACCOUNTS
Year ended 30 June 2003

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

	2003 £000's	2002 £000's
Trade debtors	-	-

4. CALLED UP SHARE CAPITAL

	2003 £000's	2002 £000's
Authorised, 100,000 ordinary shares of £1 each	100	100
Allotted, called up and fully paid, 100,000 ordinary shares of £1 each	100	100

NOTES TO THE ACCOUNTS
Year ended 30 June 2003

5. RESERVES

	<i>£000's</i>
Balance at 30 June 2003 and 30 June 2002	(100)

6. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS FUNDS

	2003 <i>£000's</i>	2002 <i>£000's</i>
Shareholder funds at 30 June 2003 and 30 June 2002	-	-

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, 4th Floor, Bedford House, 3 Bedford Street, London WC2E 9HD.