

THORNHILL SILICONES LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED
31 OCTOBER 2002



GIBSON BOOTH
Chartered Accountants & Registered Auditors
12 Victoria Road
Barnsley
South Yorkshire
S70 2BB

THORNHILL SILICONES LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31 OCTOBER 2002

CONTENTS	PAGE
Independent auditors' report to the company	1
Abbreviated balance sheet	2
Notes to the abbreviated accounts	3

THORNHILL SILICONES LIMITED

INDEPENDENT AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 6, together with the financial statements of the company for the year ended 31 October 2002 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company's shareholders, as a body, in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an auditors' 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

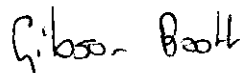
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act, and the abbreviated accounts on pages 2 to 6 are properly prepared in accordance with those provisions.



12 Victoria Road
Barnsley
South Yorkshire
S70 2BB

GIBSON BOOTH
Chartered Accountants
& Registered Auditors

11 July 2003

THORNHILL SILICONES LIMITED

ABBREVIATED BALANCE SHEET

31 OCTOBER 2002

	Note	2002 £	2001 £
FIXED ASSETS	2		
Tangible assets		467,467	501,803
CURRENT ASSETS			
Stocks		63,254	48,740
Debtors		351,447	389,959
Cash at bank and in hand		222	-
		<u>414,923</u>	<u>438,699</u>
CREDITORS: Amounts falling due within one year	3	<u>438,887</u>	<u>533,289</u>
NET CURRENT LIABILITIES		<u>(23,964)</u>	<u>(94,590)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		443,503	407,213
CREDITORS: Amounts falling due after more than one year	4	60,381	50,654
PROVISIONS FOR LIABILITIES AND CHARGES		44,000	45,000
GOVERNMENT GRANTS	5	16,125	20,625
		<u>322,997</u>	<u>290,934</u>
CAPITAL AND RESERVES			
Called-up equity share capital	7	100	100
Profit and Loss Account		322,897	290,834
SHAREHOLDERS' FUNDS		<u>322,997</u>	<u>290,934</u>

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors on the 11 July 2003 and are signed on their behalf by:



MR H THORNHILL
Director

The notes on pages 3 to 6 form part of these abbreviated accounts.

THORNHILL SILICONES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 OCTOBER 2002

1. ACCOUNTING POLICIES

Basis of accounting

The abbreviated accounts have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold buildings - 2% straight line
Plant and machinery - 15% reducing balance
Fixtures and fittings - 15% reducing balance
Motor vehicles - 25% reducing balance

Land is not depreciated.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged using the 'sum of digits' method.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

THORNHILL SILICONES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 OCTOBER 2002

1. ACCOUNTING POLICIES *(continued)*

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable;

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Deferred government grants

Government grants in respect of capital expenditure are treated as deferred income and are credited to the profit and loss account over the estimated useful life of the assets to which they relate.

THORNHILL SILICONES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 OCTOBER 2002

2. FIXED ASSETS

	Tangible Assets £
COST	
At 1 November 2001	894,308
Additions	17,483
Disposals	(7,369)
At 31 October 2002	<u>904,422</u>
DEPRECIATION	
At 1 November 2001	392,505
Charge for year	50,856
On disposals	(6,406)
At 31 October 2002	<u>436,955</u>
NET BOOK VALUE	
At 31 October 2002	<u>467,467</u>
At 31 October 2001	<u>501,803</u>

Of the total amount of land & buildings, £50,000 represents freehold land not subject to depreciation (2001 £50,000).

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2002 £	2001 £
Bank loans and overdrafts	166,957	200,771
Hire purchase agreements	20,273	35,848
	<u>187,230</u>	<u>236,619</u>

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

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2002 £	2001 £
Bank loans and overdrafts	19,455	-
Hire purchase agreements	40,926	50,654
	<u>60,381</u>	<u>50,654</u>

THORNHILL SILICONES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 OCTOBER 2002

5. GOVERNMENT GRANTS

	2002	2001
	£	£
Received and receivable	45,000	45,000
Amortisation	(28,875)	(24,375)
	<u>16,125</u>	<u>20,625</u>

6. TRANSACTIONS WITH THE DIRECTORS

During the year there was a loan to a director of the company, Mr H Thornhill, details of which are as follows:

	2002	2001
	£	£
Amount outstanding at beginning of year	9,090	-
Amount outstanding at end of year	-	9,090
Maximum outstanding during year	29,337	49,590
	- - - -	- - - -

7. SHARE CAPITAL

Authorised share capital:

	2002	2001
	£	£
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

Allotted, called up and fully paid:

	2002		2001	
	No	£	No	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>