

RC

**END TO END LABELS LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30 APRIL 2001**

Company Registration Number 1623168



STREETS
&Co.

CHARTERED ACCOUNTANTS

END TO END LABELS LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 30 APRIL 2001

CONTENTS	PAGE
Officers and professional advisers	1
The directors' report	2
Independent auditors' report to the shareholders	4
Profit and loss account	6
Balance sheet	7
Notes to the financial statements	8
The following pages do not form part of the financial statements	
Detailed profit and loss account	14
Notes to the detailed profit and loss account	15

END TO END LABELS LIMITED
OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

Mr M Bird
Mrs D F Bird
Miss C Bird
Mr S Dawson

Company secretary

Mrs D F Bird

Registered office

2 Bath Street
Grantham
Lincs
NG31 6EE

Auditors

Streets & Co.
Chartered Accountants
& Registered Auditors
St Peters Chambers
2 Bath Street
Grantham
Lincs
NG31 6EE

END TO END LABELS LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 30 APRIL 2001

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 30 April 2001.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was label manufacturing.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 30 April 2001	At 1 May 2000
Mr M Bird	35	35
Mrs D F Bird	35	35
Miss C Bird	20	20
Mr S Dawson	10	10

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 at the end of the year and of the profit or loss for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on page 8, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also 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. The directors are 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.

END TO END LABELS LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 30 APRIL 2001

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
2 Bath Street
Grantham
Lincs
NG31 6EE

Signed by order of the directors

D. F. Bird

MRS D F BIRD
Company Secretary

Approved by the directors on 7 September 2001

END TO END LABELS LIMITED
INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS
YEAR ENDED 30 APRIL 2001

We have audited the financial statements on pages 6 to 12 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention, as modified by the revaluation of certain fixed assets and the accounting policies set out on page 8.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

As described on page 2, the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

It is our responsibility to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with United Kingdom 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.

END TO END LABELS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS *(CONTINUED)*

YEAR ENDED 30 APRIL 2001

OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 April 2001 and of the profit of the company for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

St Peters Chambers
2 Bath Street
Grantham
Lincs
NG31 6EE

STREETS & CO.
Chartered Accountants
& Registered Auditors

7 September 2001

END TO END LABELS LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 30 APRIL 2001

	Note	2001 £	2000 £
TURNOVER		381,613	383,056
Cost of sales		<u>207,820</u>	<u>192,391</u>
GROSS PROFIT		173,793	190,665
Administrative expenses		<u>167,204</u>	<u>173,388</u>
OPERATING PROFIT	2	6,589	17,277
Profit on disposal of fixed assets		<u>-</u>	<u>82</u>
		6,589	17,359
Interest receivable		694	512
Interest payable		<u>(7,203)</u>	<u>(4,448)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		80	13,423
Tax on profit on ordinary activities	4	<u>(66)</u>	<u>(1,981)</u>
RETAINED PROFIT FOR THE FINANCIAL YEAR		<u>14</u>	<u>11,442</u>

The notes on pages 8 to 12 form part of these financial statements.

END TO END LABELS LIMITED

BALANCE SHEET

30 APRIL 2001

	Note	2001 £	2000 £
FIXED ASSETS			
Intangible assets	5	771	857
Tangible assets	6	<u>211,927</u>	<u>163,424</u>
		212,698	164,281
CURRENT ASSETS			
Stocks		22,279	17,015
Debtors	7	44,003	60,016
Cash at bank and in hand		<u>6,807</u>	<u>2,749</u>
		73,089	79,780
CREDITORS: Amounts falling due within one year	8	<u>(108,502)</u>	<u>(127,119)</u>
NET CURRENT LIABILITIES		(35,413)	(47,339)
TOTAL ASSETS LESS CURRENT LIABILITIES		177,285	116,942
CREDITORS: Amounts falling due after more than one year	9	<u>(118,929)</u>	<u>(58,556)</u>
		58,356	58,386
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred taxation	10	<u>(6,823)</u>	<u>(6,867)</u>
		51,533	51,519
CAPITAL AND RESERVES			
Called-up equity share capital	12	100	100
Revaluation reserve	13	7,072	8,196
Profit and Loss Account	13	<u>44,361</u>	<u>43,223</u>
SHAREHOLDERS' FUNDS		51,533	51,519

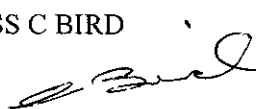
These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved by the directors on the 7 September 2001 and are signed on their behalf by:

MR M BIRD



MISS C BIRD



The notes on pages 8 to 12 form part of these financial statements.

END TO END LABELS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2001

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Turnover

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

Amortisation

Amortisation 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:

Patent	-	10% reducing balance
--------	---	----------------------

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 Property	-	10% straight line
Plant & Machinery	-	15% reducing balance
Fixtures & Fittings	-	15% reducing balance
Motor Vehicles	-	25% reducing balance

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 to the Profit and Loss Account on a straight line basis.

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

END TO END LABELS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2001

2. OPERATING PROFIT

Operating profit is stated after charging:

	2001 £	2000 £
Directors' emoluments	51,880	52,780
Amortisation	86	95
Depreciation	12,799	14,562
Auditors' fees	<u>2,200</u>	<u>2,200</u>

3. DIRECTORS' PENSION SCHEMES

The number of directors who are accruing benefits under company pension schemes were as follows:

	2001 No.	2000 No.
Money purchase schemes	<u>4</u>	<u>4</u>

4. TAX ON PROFIT ON ORDINARY ACTIVITIES

	2001 £	2000 £
Corporation Tax based on the results for the year at 10/20% (2000 - 20%)	110	2,670
Decrease in deferred tax provision (Note 10):		
Capital allowances	<u>(44)</u>	<u>(689)</u>
	<u>66</u>	<u>1,981</u>

5. INTANGIBLE FIXED ASSETS

	Patent £
COST	
At 1 May 2000 and 30 April 2001	<u>1,800</u>
AMORTISATION	
At 1 May 2000	943
Charge for the year	86
At 30 April 2001	<u>1,029</u>
NET BOOK VALUE	
At 30 April 2001	<u>771</u>
At 30 April 2000	<u>857</u>

END TO END LABELS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2001

6. TANGIBLE FIXED ASSETS

	Freehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Total £
COST OR VALUATION					
At 1 May 2000	96,915	114,462	15,026	25,410	251,813
Additions	61,302	-	-	-	61,302
At 30 April 2001	158,217	114,462	15,026	25,410	313,115
DEPRECIATION					
At 1 May 2000	2,377	65,982	8,274	11,756	88,389
Charge for the year	1,100	7,272	1,013	3,414	12,799
At 30 April 2001	3,477	73,254	9,287	15,170	101,188
NET BOOK VALUE					
At 30 April 2001	154,740	41,208	5,739	10,240	211,927
At 30 April 2000	94,538	48,480	6,752	13,654	163,424

In respect of assets stated at valuations, the comparable historical cost and depreciation values are as follows:

	2001 £	2000 £
NBV of revalued tangible fixed assets:		
Net book value at end of year	6,501	7,648
Historical cost	300	300
Depreciation:		
At 1 May 2000	144	116
Charge for year	23	28
At 30 April 2001	167	144
Net historical cost value:		
At 30 April 2001	133	156
At 1 May 2000	156	184

Hire purchase agreements

Included within the net book value of £211,927 is £6,348 (2000 - £8,465) relating to assets held under hire purchase agreements. The depreciation charged to the accounts in the year in respect of such assets amounted to £2,116 (2000 - £2,822).

Capital commitments

	2001 £	2000 £
Contracted but not provided for in the accounts	-	70,038

END TO END LABELS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2001

7. DEBTORS

	2001 £	2000 £
Trade debtors	42,758	51,825
VAT recoverable	-	5,140
Other debtors	1,245	3,051
	<u>44,003</u>	<u>60,016</u>

8. CREDITORS: Amounts falling due within one year

	2001 £	2000 £
Bank loans and overdrafts	51,525	39,625
Trade creditors	35,777	36,520
Corporation tax	124	3,264
Other taxation and social security	10,453	1,394
Hire purchase agreements	2,416	3,346
Other creditors	8,207	42,970
	<u>108,502</u>	<u>127,119</u>

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

	2001 £	2000 £
Bank loans and overdrafts	<u>51,525</u>	<u>39,625</u>

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

	2001 £	2000 £
Bank loans and overdrafts	114,766	52,151
Hire purchase agreements	4,163	5,796
Other creditors	-	609
	<u>118,929</u>	<u>58,556</u>

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

	2001 £	2000 £
Bank loans and overdrafts	<u>114,766</u>	<u>52,151</u>

Included within creditors falling due after more than one year is an amount of £71,066 (2000 - £24,000) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

END TO END LABELS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2001

10. DEFERRED TAXATION

	2001 £	2000 £
The movement in the deferred taxation provision during the year was:		
Provision brought forward	6,867	7,556
Decrease in provision	(44)	(689)
Provision carried forward	<u>6,823</u>	<u>6,867</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	2001 £	2000 £
Excess of taxation allowances over depreciation on fixed assets	<u>6,823</u>	<u>6,867</u>

11. RELATED PARTY TRANSACTIONS

The company purchased goods from Sisbro Ltd during the year, a company of which Mr SJ Dawson, a director of End to End Labels Ltd, is also a director. The charge to the company during the year was £61,293 (2000: £66,905), of which £6,626 (2000: £6,799) was outstanding at the balance sheet date.

12. SHARE CAPITAL

Authorised share capital:

	2001 £	2000 £
500 Ordinary shares of £1.00 each	<u>500</u>	<u>500</u>

Allotted, called up and fully paid:

	2001 £	2000 £
Ordinary share capital	<u>100</u>	<u>100</u>

13. RESERVES

	Profit and loss account £	Revaluation reserve £
Opening balance	43,223	8,196
Retained profit for the year	14	
Transfer from revaluation reserve	1,124	
Transfer to profit and loss account		(1,124)
Balance carried forward	<u>44,361</u>	<u>7,072</u>