

CANNOCK CHEMICALS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR
30 SEPTEMBER 2002

CARROLL & CO
Chartered Accountants & Registered Auditors
335 Jockey Road
Boldmere
Sutton Coldfield
B73 5XE



CANNOCK CHEMICALS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 30 SEPTEMBER 2002

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

CANNOCK CHEMICALS 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 4, together with the financial statements of the company for the year ended 30 September 2002 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

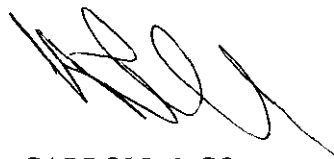
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (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 4 are properly prepared in accordance with those provisions.



335 Jockey Road
Boldmere
Sutton Coldfield
B73 5XE
16 January 2003

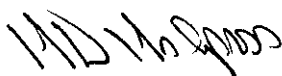
CARROLL & CO
Chartered Accountants
& Registered Auditors

CANNOCK CHEMICALS LIMITED**ABBREVIATED BALANCE SHEET****30 SEPTEMBER 2002**

	Note	2002 £	£	2001 £	£
FIXED ASSETS	2				
Tangible assets			65,795		99,692
CURRENT ASSETS					
Stocks		112,695		121,664	
Debtors		528,174		505,874	
Cash at bank and in hand		297,065		349,668	
		937,934		977,206	
CREDITORS: Amounts falling due within one year		(271,438)		(375,641)	
NET CURRENT ASSETS			666,496		601,565
TOTAL ASSETS LESS CURRENT LIABILITIES			732,291		701,257
PROVISIONS FOR LIABILITIES AND CHARGES			(4,400)		(2,900)
			727,891		698,357
CAPITAL AND RESERVES					
Called-up equity share capital	3		100		100
Profit and Loss Account			727,791		698,257
SHAREHOLDERS' FUNDS			727,891		698,357

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

These financial statements were approved by the directors on the 16 January 2003 and are signed on their behalf by:



M W MALPASS

CANNOCK CHEMICALS LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 30 SEPTEMBER 2002

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, 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.

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:

Leasehold Property	-	over period of lease
Plant & Machinery	-	15% reducing balance basis
Fixtures & Fittings	-	15% reducing balance basis
Motor Vehicles	-	25% reducing balance basis
Computer Equipment	-	25% straight line

Stocks

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

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.

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 tax. 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.

CANNOCK CHEMICALS LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 30 SEPTEMBER 2002

2. FIXED ASSETS

	Tangible Assets £
COST	
At 1 October 2001	179,660
Additions	12,703
Disposals	<u>(36,295)</u>
At 30 September 2002	<u>156,068</u>
DEPRECIATION	
At 1 October 2001	79,968
Charge for year	26,183
On disposals	<u>(15,878)</u>
At 30 September 2002	<u>90,273</u>
NET BOOK VALUE	
At 30 September 2002	<u>65,795</u>
At 30 September 2001	<u>99,692</u>

3. SHARE CAPITAL**Authorised share capital:**

	2002 £	2001 £
200 Ordinary shares of £0.50 each	<u>100.00</u>	<u>100.00</u>
Allotted, called up and fully paid:		
	2002 £	2001 £
200 Ordinary shares of £0.50 each	<u>100.00</u>	<u>100.00</u>