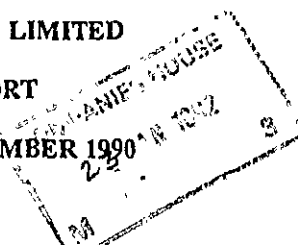


HARRISON EUROPAC LIMITED

ANNUAL REPORT

YEAR ENDED 31 DECEMBER 1990

2307443



HARRISON EUROPAC LIMITED
(Registered number 2307443)
ANNUAL REPORT
YEAR ENDED 31 DECEMBER 1990

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**HARRISON EUROPAC LIMITED
DIRECTORS' REPORT**

The directors present their report with the audited financial statements for the year ended 31 December 1990, which show the state of the company's affairs.

REVIEW OF THE BUSINESS

The principal activity of the company is to carry out the marketing and sale of packaging materials and products. The company's financial position at 31 December 1990 is shown in the attached balance sheet.

RESULTS, DIVIDENDS AND RETENTIONS

The profit for the year after taxation amounted to £23,998 which is carried forward as retained profit.

The directors do not recommend the payment of a dividend.

FUTURE DEVELOPMENTS

The directors plan to develop the activities of the company taking into account the general economic conditions which are likely to exist in the year ending 31 December 1991.

DIRECTORS

The directors who served during the year were as follows:

J Iannidinardo
J M Uwins
J Faerch

DIRECTORS' INTEREST

The directors have interests which require to be recorded in the register maintained by the company under Section 325 of the Companies Act 1985, as follows:

	Ordinary "C" shares of £1 each at 1 January 1990 <u>and 31 December 1990</u>
J Iannidinardo	2,000

HARRISON EUROPAC LIMITED
DIRECTORS' REPORT

AUDITORS

A resolution to appoint Pannell Kerr Forster as auditors was passed during the year. An elective resolution to dispense with the obligation to appoint auditors annually, in accordance with Section 386 of the Companies Act 1985, will be proposed at the annual general meeting.

BY ORDER OF THE BOARD



Secretary
R W Clarke

**AUDITORS' REPORT TO THE MEMBERS OF
HARRISON EUROPAC LIMITED**

We have audited the financial statements on pages 4 to 11 in accordance with Auditing Standards.

In our opinion the financial statements give a true and fair view of the state of affairs of the company at 31 December 1990 and of the profit and source and application of funds for the year ended on that date, and have been properly prepared in accordance with the Companies Act 1985.

Pannell Kerr Forster

PANNELL KERR FORSTER
Chartered Accountants

London
11 April 1991

**HARRISON EUROPAC LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 DECEMBER 1990**

		<u>1990</u> £	Period from 20 October 1988 to 31 December <u>1989</u> £
	<u>Notes</u>		
Turnover	2	6,677,714	6,369,548
Cost of sales		6,261,094	6,025,599
Gross profit		<hr/> 416,620	<hr/> 343,949
Administration expenses		376,299	333,949
		<hr/> 40,321	<hr/> 10,000
Interest receivable		3,447	3,051
Interest payable	4	(8,270)	(8,306)
Profit on ordinary activities before taxation	5	<hr/> 35,498	<hr/> 4,745
Tax on profit on ordinary activities	6	11,500	-
Retained profit for the period	11	<hr/> 23,998	<hr/> 4,745

HARRISON EUROPAC LIMITED
BALANCE SHEET
31 DECEMBER 1990

	<u>Notes</u>	<u>£</u>	<u>1990</u>	<u>£</u>	<u>1989</u>	<u>£</u>
FIXED ASSETS						
Tangible assets	7			71,662		34,154
CURRENT ASSETS						
Debtors	8	162,138			490,076	
Cash at bank and in hand		34,642			52,665	
		<u>196,780</u>			<u>542,741</u>	
CREDITORS						
Amounts falling due within one year	9	(199,376)			(550,233)	
NET CURRENT LIABILITIES				(2,596)		(7,492)
CREDITORS						
Amounts falling due after more than one year	9			(20,323)		(1,917)
TOTAL ASSETS LESS CURRENT LIABILITIES				<u>48,743</u>		<u>24,745</u>
CAPITAL AND RESERVES						
Called up share capital	10			20,000		20,000
Profit and loss account	11			28,743		4,745
				<u>48,743</u>		<u>24,745</u>

Approved by the board on 10 April 1991


.....

Director

J Iannidinardo

HARRISON EUROPAC LIMITED
STATEMENT OF SOURCE AND APPLICATION OF FUNDS
31 DECEMBER 1990

	£	1990	£	Period from 20 October 1988 to 31 December 1989	£
SOURCE OF FUNDS					
Profit before taxation			35,498		4,745
Adjustments for items not involving the movement of funds:					
Depreciation of tangible fixed assets	21,608			11,385	
Loss (profit) on disposal of tangible fixed assets	2,179			(959)	
		23,787			10,426
TOTAL GENERATED FROM OPERATIONS		59,285			15,171
FUNDS FROM OTHER SOURCES					
Issue of shares					20,000
Sale proceeds of tangible fixed assets			7,506		5,100
		66,791			40,271
APPLICATION OF FUNDS					
Purchase of tangible fixed assets			68,801		49,680
			(2,010)		(9,409)
CHANGES IN WORKING CAPITAL					
Debtors			(327,938)		490,076
Creditors			343,951		(552,150)
		16,013			(62,074)
Movement in net liquid funds:					
Cash and bank balances			(18,023)		52,665
			(2,010)		(9,409)

HARRISON EUROPAC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1990

1 ACCOUNTING POLICIES

(a) Historical cost convention

The financial statements set out on page 4 to 12 are prepared under the historical cost convention. The financial statements have been prepared in accordance with applicable accounting standards.

(b) Depreciation

Fixed assets are written off over their estimated useful lives. The following annual rates of depreciation have been used:-

Fixtures & fittings	25%	} Straight line
Computer equipment	25%	
Motor vehicles	25%	

(c) Turnover

Turnover represents the invoiced value of sales excluding value added tax.

(d) Finance leases

Tangible fixed assets held under leasing agreements that give rights approximating to ownership are treated as if they had been purchased outright and the corresponding liability to the lessor is included as an obligation under finance leases.

(e) Foreign currencies

Liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the end of the financial year. Normal fluctuation on trading items are dealt with as part of the trading result for the year.

(f) Deferred taxation

Deferred taxation is provided under the liability method, at the appropriate rate on differences which arise from the inclusion of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements, except where the effect of these differences is expected to continue in the foreseeable future.

(g) Pension costs

Pension costs are accrued to the profit and loss account so that the regular pension cost is a substantially level percentage of the current and expected future pensionable payroll in the light of the current actuarial assumptions.

HARRISON EUROPAC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1990

		Period from 20 October 1988 to 31 December	
		1990	1989
		£	£
2	TURNOVER		
The turnover arose from a single class of business and is analysed as follows:			
	United Kingdom	6,306,747	6,109,605
	Eire	370,967	259,943
		<hr/>	<hr/>
		6,677,714	6,369,548
		<hr/>	<hr/>
3	STAFF COSTS		
	Wages and salaries	150,388	123,303
	Social security costs	12,662	10,801
	Other pension costs	27,223	25,500
		<hr/>	<hr/>
		190,273	159,604
		<hr/>	<hr/>
The average numbers employed by the company during the year was 9 (1989 : 9).			
4	INTEREST		
	Interest payable:		
	Payable to related companies	5,164	5,021
	Payable in respect of finance leases and hire purchase contracts, wholly repayable within five years	3,106	3,285
		<hr/>	<hr/>
		8,270	8,306
		<hr/>	<hr/>
5	PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		
The profit on ordinary activities before taxation is stated after charging the following:-			
	Depreciation of tangible fixed assets	21,608	11,385
	Loss (profit) on disposal of fixed assets	2,179	(959)
	Directors' emoluments - remuneration and pension contributions	38,100	31,155
	- fees	5,496	-
	Auditors remuneration	7,500	6,500
		<hr/>	<hr/>

HARRISON EUROPAC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1990

Period ended
 20 October
 to 31 December

		<u>1990</u> £	<u>1989</u> £
6	TAXATION		
	Taxation based on the profit for the year:		
	UK Corporation tax at 25%	11,500	-
7	TANGIBLE FIXED ASSETS		
		<u>Fixtures fittings</u> £	<u>Computer equipment</u> £
			<u>Motor vehicles</u> £
			<u>Total</u> £
	Cost		
	At 1 January 1990	5,937	-
	Additions	-	19,996
		5,937	19,996
	Disposals	-	-
		5,937	19,996
	Accumulated depreciation		
	At 1 January 1990	1,485	-
	Charge for year	1,484	1,250
		2,969	1,250
	Disposals	-	-
		2,969	1,250
	Net book value		
	At 31 December 1990	2,968	18,746
	At 1 January 1990	4,452	-

HARRISON EUROPAC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1990

7 TANGIBLE FIXED ASSETS (continued)

Included in the tangible fixed assets at 31 December 1990 are the following amounts relating to assets acquired under outstanding finance leases and hire purchase contracts:

	<u>Computer equipment</u> £	<u>Motor vehicles</u> £	<u>Total</u> £
Cost	19,996	56,680	76,676
Accumulated depreciation	(1,250)	(17,139)	(18,389)
	<hr/>	<hr/>	<hr/>
Net book value	18,746	39,541	58,287
	<hr/>	<hr/>	<hr/>
Depreciation provided for the year	1,250	14,670	15,920
	<hr/>	<hr/>	<hr/>

8 DEBTORS

	<u>1990</u> £	<u>1989</u> £
Due within one year:		
Trade debtors	160,850	489,626
Other debtors	450	450
Prepayments and accrued income	838	-
	<hr/>	<hr/>
	162,138	490,076
	<hr/>	<hr/>

9 CREDITORS

Amounts falling due within one year:		
Obligations under finance and hire purchase contracts (Note 12)	37,230	-
Trade creditors	27,665	13,235
Other creditors	23,754	25,867
Amounts due to related undertakings	85,183	504,465
Taxation and social security	12,493	6,666
Accruals and deferred income	13,051	-
	<hr/>	<hr/>
	199,376	550,233
	<hr/>	<hr/>
Amounts falling due after more than one year:		
Obligations under finance leases and hire purchase contracts (note 12)	20,323	1,917
	<hr/>	<hr/>

HARRISON EUROPAC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1990

	<u>1990</u> £	<u>1989</u> £
10 CALLED UP SHARE CAPITAL		
Authorised:		
Ordinary shares of £1 each	20,000	20,000
	<hr/>	<hr/>
Allotted and fully paid:		
Ordinary shares of £1 each	20,000	20,000
	<hr/>	<hr/>
11 PROFIT AND LOSS ACCOUNT	£	
At 1 January 1990	4,745	
Retained profit for the year	23,998	
	<hr/>	
At 31 December 1990	28,743	
	<hr/>	
12 FINANCIAL COMMITMENTS		
(a) Obligations under finance leases and hire purchase contracts:		
Amounts payable within one year	43,570	
Amounts payable within two to five years	24,475	
	<hr/>	
	68,045	
Less: Finance element allocated to future years	(10,492)	
	<hr/>	
	57,553	
	<hr/>	
Shown as (Note 9):		
Due within one year	37,230	
Due after more than one year	20,323	
	<hr/>	
	57,553	
	<hr/>	
(b) Capital commitments		
There were no commitments of capital expenditure at 31 December 1990 nor had any been authorised.		
(c) Pension arrangements		
Employees are members of a defined benefit pension scheme run by George Harrison Limited, a shareholder. Actuarial valuations are prepared and contributions are made in accordance with the actuaries' recommendations. The amount charged to the profit and loss account in respect of these pension arrangements is shown in note 3.		