

REGISTERED NUMBER: 2666096 (England and Wales)

ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2002

FOR

ARMATOOL DISTRIBUTORS LIMITED



ARMATOOL DISTRIBUTORS LIMITED

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FOR THE YEAR ENDED 31ST DECEMBER 2002

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ARMATOOL DISTRIBUTORS LIMITED

COMPANY INFORMATION

FOR THE YEAR ENDED 31ST DECEMBER 2002

DIRECTORS:

A R McIntyre
J F Lacey

SECRETARY:

J F Lacey

REGISTERED OFFICE:

41A Bell Street
Reigate
Surrey
RH2 7AQ

REGISTERED NUMBER:

2666096 (England and Wales)

AUDITORS:

JOHN WILLIAMS & CO.
REGISTERED AUDITOR
CHARTERED ACCOUNTANTS
41a Bell Street
Reigate
Surrey
RH2 7AQ

ARMATool DISTRIBUTORS LIMITED

REPORT OF THE INDEPENDENT AUDITORS TO
ARMATool DISTRIBUTORS LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages three to six, together with the full financial statements of the company for the year ended 31st December 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

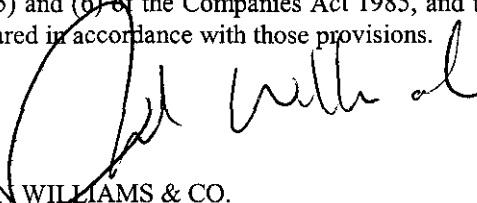
The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to 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 financial statements and that the abbreviated financial statements 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 full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to six are properly prepared in accordance with those provisions.



JOHN WILLIAMS & CO.
REGISTERED AUDITOR
CHARTERED ACCOUNTANTS
41a Bell Street
Reigate
Surrey
RH2 7AQ

Dated: 3./3...2003

ARMATOOL DISTRIBUTORS LIMITED**ABBREVIATED BALANCE SHEET**
31ST DECEMBER 2002

| | Notes | 2002 | | 2001 | |
|--|-------|---------|-----------------|---------|-----------------|
| | | £ | £ | £ | £ |
| FIXED ASSETS: | | | | | |
| Tangible assets | 2 | | 326,369 | | 323,561 |
| CURRENT ASSETS: | | | | | |
| Stocks | | 250,631 | | 261,090 | |
| Debtors | | 339,907 | | 270,495 | |
| Cash at bank and in hand | | 46 | | 16,664 | |
| | | 590,584 | | 548,249 | |
| CREDITORS: Amounts falling due within one year | 3 | 437,184 | | 374,577 | |
| NET CURRENT ASSETS: | | | 153,400 | | 173,672 |
| TOTAL ASSETS LESS CURRENT LIABILITIES: | | | 479,769 | | 497,233 |
| CREDITORS: Amounts falling due after more than one year | 3 | | (251,677) | | (278,017) |
| PROVISIONS FOR LIABILITIES AND CHARGES: | | | (1,303) | | - |
| | | | <u>£226,789</u> | | <u>£219,216</u> |
| CAPITAL AND RESERVES: | | | | | |
| Called up share capital | 4 | | 200 | | 200 |
| Profit and loss account | | | 226,589 | | 219,016 |
| SHAREHOLDERS' FUNDS: | | | <u>£226,789</u> | | <u>£219,216</u> |

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:

A R McIntyre - DIRECTOR

Approved by the Board on 3/...2003

ARMATool DISTRIBUTORS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS **FOR THE YEAR ENDED 31ST DECEMBER 2002**

1. ACCOUNTING POLICIES

Accounting convention

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

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

| | |
|--------------------------|---------------------------|
| Freehold property | - 2% on cost |
| Improvements to property | - 10% on reducing balance |
| Fixtures and fittings | - 15% on reducing balance |
| Motor vehicles | - 25% on reducing balance |

Stocks

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

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Pensions

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable for the year are charged in the profit and loss account.

ARMATool DISTRIBUTORS LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2002****2. TANGIBLE FIXED ASSETS**

| | <u>Total</u> |
|-------------------------|----------------|
| | £ |
| COST: | |
| At 1st January 2002 | 387,287 |
| Additions | 37,848 |
| Disposals | (12,294) |
| | <u>412,841</u> |
| At 31st December 2002 | <u>412,841</u> |
| DEPRECIATION: | |
| At 1st January 2002 | 63,723 |
| Charge for year | 25,823 |
| Eliminated on disposals | (3,074) |
| | <u>86,472</u> |
| At 31st December 2002 | <u>86,472</u> |
| NET BOOK VALUE: | |
| At 31st December 2002 | <u>326,369</u> |
| At 31st December 2001 | <u>323,561</u> |

3. CREDITORS

The following secured debts are included within creditors:

| | 2002 | 2001 |
|-------------------------|----------------|----------------|
| | £ | £ |
| Bank overdrafts | 22,585 | - |
| Bank loans | 288,809 | 318,651 |
| Hire purchase contracts | 21,110 | 15,041 |
| | <u>332,504</u> | <u>333,692</u> |

Creditors include the following debts falling due in more than five years:

| | 2002 | 2001 |
|--------------------------|---------------|---------------|
| | £ | £ |
| Repayable by instalments | | |
| Bank loans | <u>71,836</u> | <u>86,565</u> |

4. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

| Number: | Class: | Nominal value: | 2002 | 2001 |
|---------|------------|-------------------|------------|------------|
| | | | £ | £ |
| 100 | Ordinary A | £1 | 100 | 100 |
| 100 | Ordinary B | £1 | 100 | 100 |
| | | | <u>200</u> | <u>200</u> |

ARMATool DISTRIBUTORS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2002

5. CONTROL

The company is controlled by A.R. McIntyre, a director of the company.