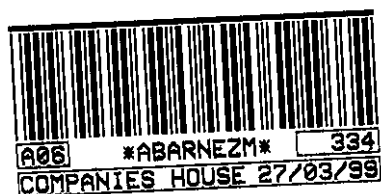


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CAPITAL PLASTICS (CARDIFF) LIMITED

FINANCIAL ACCOUNTS FOR THE  
YEAR ENDED 30TH APRIL 1998

Robert A. Ure & Co.  
CHARTERED CERTIFIED ACCOUNTANTS



CAPITAL PLASTICS (CARDIFF) LIMITED

DIRECTORS:

Mr Stephen Britton-Jones  
Mr Richard Thomas

SECRETARY:

Mr Richard Thomas

REGISTERED OFFICE:

9 John Street  
Llanelli  
SA15 1UH

REGISTERED NUMBER:

2710407

BANKERS:

Barclays Bank plc  
Vaughan Street  
Llanelli

AUDITORS:

Robert A. Ure & co.  
Chartered Certified Accountants  
9 John Street  
Llanelli  
Carmarthenshire  
SA15 1UH

CAPITAL PLASTICS (CARDIFF) LIMITED

FINANCIAL ACCOUNTS  
FOR THE YEAR ENDED 30TH APRIL 1998

CONTENTS

1. Report of the Directors
2. Statement of Directors Responsibilities
3. Report of the Auditors
4. Profit and Loss Account
5. Balance Sheet
6. Notes to Accounts

The following page does not form part of the Statutory Accounts

7. Trading and Profit and Loss Account

CAPITAL PLASTICS (CARDIFF) LIMITED  
REPORT OF THE DIRECTORS

FOR THE YEAR ENDED 30TH APRIL 1998

The directors present their annual report with the accounts of the company for the Year ended 30th April 1998.

### PRINCIPAL ACTIVITY

The principal activity of the company in the Year under review was Builders Supplies & Manufacture of UPVC products.

### REVIEW OF BUSINESS

A summary of the results for the Year is given on page 3 of the accounts. Towards the end of the last financial year the Company moved its manufacturing base from Llanelli to a larger premises in Swansea.

The Company has increased its Sales in the year but the additional expenditure due to the move held back profits in the short term.

### DIVIDENDS

\*The directors do not recommend the payment of a dividend.

### FIXED ASSETS

Acquisitions and disposals of fixed assets during the Year are shown in note 8.

### DIRECTORS

The directors in office in the Year and their beneficial interests in the company's issued ordinary share capital were as follows:

	Ordinary Shares of £1 each	
	1998	1997
Mr Stephen Britton-Jones	5000	5000
Mr Richard Thomas	5000	5000

Continued.....

CAPITAL PLASTICS (CARDIFF) LIMITED  
REPORT OF THE DIRECTORS (CONTINUED)

FOR THE YEAR ENDED 30TH APRIL 1998

POLITICAL AND CHARITABLE DONATIONS

None.

AUDITORS

\*\*\*The auditors, Robert A. Ure & co., will be proposed for

\*\*\*re-appointment in accordance with Section 385 of the Companies Act 1985.

Signed on behalf of the  
board of directors



Mr Richard Thomas  
Secretary

21st September 1998


CAPITAL PLASTICS (CARDIFF) LIMITEDSTATEMENT OF DIRECTORS' RESPONSIBILITIES

We are required under company law to prepare financial accounts for each financial Year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial accounts we are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether the applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial accounts;
- prepare the financial accounts 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 accounts comply with Companies Act 1985. They 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.

21st September 1998

  
\_\_\_\_\_  
By Order of the Board

AUDITORS' REPORT TO THE SHAREHOLDERS OF  
CAPITAL PLASTICS (CARDIFF) LIMITED

We have audited the financial accounts on pages 4 to 7 which have been prepared under the historical cost convention and the accounting policies set out on page 6 .

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

As described on page 2 the company's directors are responsible for the preparation of financial accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

**BASIS OF OPINION**

We conducted our audit in accordance with 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 accounts. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial accounts, 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 accounts 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 accounts.

**OPINION**

In our opinion the financial accounts give a true and fair view of the state of the company's affairs as at 30th April 1998 and of its profit and cash flow for the Year then ended and have been properly prepared in accordance with the Companies Act 1985.



Robert A. Ure & Co.  
Registered Auditors  
Chartered Certified Accountants  
9 John Street  
Llanelli  
Carmarthenshire  
SA15 1UH

22nd September 1998

CAPITAL PLASTICS (CARDIFF) LIMITEDPROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 30TH APRIL 1998

	<u>Notes</u>	<u>1998</u>	<u>1997</u>
		£	£
TURNOVER	2	1,221,250	1,005,876
Cost of Sales		716,860	592,075
<u>GROSS PROFIT</u>		504,390	413,801
Net Operating Expenses			
Administrative Expenses		483,132	342,862
<u>OPERATING PROFIT</u>	3	21,258	70,939
Income from Investments		2,598	2,187
<u>PROFIT ON ORDINARY ACTIVITIES</u> <u>BEFORE INTEREST</u>		23,856	73,126
Interest Payable	7	3,441	2,581
<u>PROFIT ON ORDINARY ACTIVITIES</u> <u>BEFORE TAXATION</u>		20,415	70,545
Tax on Ordinary Activities	5	5,303	18,621
<u>PROFIT ON ORDINARY ACTIVITIES</u> <u>AFTER TAXATION</u>		£ 15,112	£ 51,924
<u>STATEMENT OF RETAINED EARNINGS</u>			
Retained Profit Brought Forward		121,181	69,257
Retained Profit for the Year		15,112	51,924
<u>RETAINED PROFIT CARRIED FORWARD</u>		£ 136,293	£ 121,181

None of the company's activities were acquired or discontinued during the above two financial years.

\*\* There were no recognised gains or losses other than the profit or loss for \*\*  
\*\* the above two financial years. \*\*

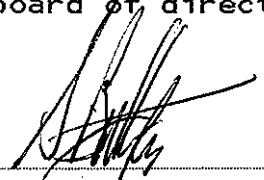
The notes on pages 6a to 6d form part of these accounts.



CAPITAL PLASTICS (CARDIFF) LIMITEDBALANCE SHEET  
AS AT 30TH APRIL 1998

	<u>Notes</u>	£	<u>1998</u>	£	<u>1997</u>	£
<b>FIXED ASSETS</b>						
Tangible Assets	8		43,202		48,146	
<b>CURRENT ASSETS</b>						
Stock and Work in Progress	9	133,299		136,172		
Debtors	10	200,154		152,941		
Cash at Bank and in Hand		51,321		26,624		
			384,774		315,737	
CREDITORS : Amounts Falling Due within One Year	11	(276,683)		(227,702)		
<b>NET CURRENT ASSETS</b>			108,091		88,035	
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			£ 151,293		£ 136,181	
<b>CAPITAL AND RESERVES</b>						
Share Capital	12		15,000		15,000	
Profit and Loss Account	13		136,293		121,181	
<b>TOTAL SHAREHOLDERS' FUNDS</b>			£ 151,293		£ 136,181	

Signed on behalf of the  
board of directors

  
Mr Stephen Britton-Jones  
Director

Approved by the board: 21st September 1998

The notes on pages 6a to 6d form part of these accounts.

CAPITAL PLASTICS (CARDIFF) LIMITEDNOTES TO ACCOUNTS  
FOR THE YEAR ENDED 30TH APRIL 1998**1. ACCOUNTING POLICIES****Basis of Accounting**

The accounts have been prepared under the historical cost convention.

**Turnover**

Turnover represents the net invoiced sales of goods, excluding VAT.

**Tangible Fixed Assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Motor Vehicles	25% on cost
Plant and Equipment	20% on cost
Fixtures and Fittings	15% on cost

**Stocks and Work in Progress**

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow-moving items. Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

**\* Cash Flow Statement**

The company has taken advantage of the exemption provided by Financial Reporting Standard 1 and has not prepared a Cash Flow Statement for the Year.

**2. TURNOVER**

The Turnover and Profit (1997 - Profit) before taxation for the Year is attributable to the principal activity of the Company which is Builders Supplies & Manufacture of UPVC products..

\* Turnover has not been analysed by geographical market.

**3. OPERATING PROFIT**

The Operating Profit (1997 - Profit) is stated after charging:

	<u>1998</u>	<u>1997</u>
	£	£
Depreciation of Tangible Fixed Assets	33,629	25,640
Staff Costs - note 4	308,577	213,816
Auditors Remuneration	4,800	4,200

CAPITAL PLASTICS (CARDIFF) LIMITEDNOTES TO ACCOUNTS  
FOR THE YEAR ENDED 30TH APRIL 19984. STAFF COSTS

The costs incurred, including directors remuneration (note 6), were as follows:

	<u>1998</u> £	<u>1997</u> £
Wages and Salaries	308,577	213,816

The average weekly number of employees during the year was as follows:

Office and Management	9	7
Production and Sales	19	15
Others - specify	...	...
	<u>28</u>	<u>22</u>

5. TAXATION

The tax charge on the profit on ordinary activities was as follows:

	<u>1998</u> £	<u>1997</u> £
Corporation Tax	5,303	18,621

Corporation tax has been charged on the profit at 21% (1997 24%).

6. DIRECTORS' REMUNERATION

	<u>1998</u> £	<u>1997</u> £
Directors' Remuneration	31,460	29,914
Emoluments, excluding Pension Contributions:		
Chairman	17,160	17,285
Highest Paid Director	14,300	12,629

7. INTEREST PAYABLE

	<u>1998</u> £	<u>1997</u> £
Hire Purchase Interest	3,441	2,581
	<u>3,441</u>	<u>2,581</u>

CAPITAL PLASTICS (CARDIFF) LIMITEDNOTES TO ACCOUNTS  
FOR THE YEAR ENDED 30TH APRIL 19988. TANGIBLE FIXED ASSETS

	Motor Vehicles	Plant & Equipment	Fixtures & Fittings	TOTAL
<b>COST OR VALUATION</b>	£	£	£	£
At 1st May 1997	61,501	56,540	1,683	119,724
Additions in Year	29,797	-	4,762	34,559
Disposals in Year	(5,875)	-	-	(5,875)
At 30th April 1998	85,423	56,540	6,445	148,408
<b>DEPRECIATION</b>				
At 1st May 1997	34,030	36,588	959	71,577
Charge for Year	21,355	11,308	966	33,629
At 30th April 1998	55,385	47,896	1,925	105,206
<b>NET BOOK VALUE</b>				
At 30th April 1998	30,038	8,644	4,520	43,202
At 30th April 1997	27,470	19,952	724	48,146

9. STOCKS

	<u>1998</u> £	<u>1997</u> £
Raw Materials, Consumables & Work in Progress	133,299	136,172
	<u>133,299</u>	<u>136,172</u>

10. DEBTORS

	<u>1998</u> £	<u>1997</u> £
<b>Amounts due within one year:</b>		
Trade Debtors	189,322	145,631
Prepayments	10,832	7,310
	<u>200,154</u>	<u>152,941</u>

CAPITAL PLASTICS (CARDIFF) LIMITEDNOTES TO ACCOUNTS  
FOR THE YEAR ENDED 30TH APRIL 199811. CREDITORS

Amounts falling due within one year:	<u>1998</u> £	<u>1997</u> £
Bank Loans and Overdrafts (see below)	59,604	30,181
Trade Creditors	210,579	178,900
Other Creditors:		
Taxation	6,500	18,621
	<u>276,683</u>	<u>227,702</u>
Bank Overdraft	25,608	687
H.P. Creditors	33,996	29,494
	<u>59,604</u>	<u>30,181</u>

H.P. Creditors include £14,260 due after more than one year.

12. SHARE CAPITAL

	<u>1998</u> £	<u>1997</u> £
Authorised	<u>15,000</u>	<u>15,000</u>
Allotted, Issued and Fully Paid	<u>15,000</u>	<u>15,000</u>

13. RESERVES

	Share			
	Premium	Revaluation	Other	Profit &
	<u>Account</u>	<u>Reserve</u>	<u>Reserves</u>	<u>Loss A/c</u>
	£	£	£	£
At 1st May 1997	—	—	—	121,181
Prior Year adjustment	...	....	...	—
Premium on Allotment in the Year	...	....	...	121,181
Surplus on revaluation of Land & Buildings	...	....	...	....
Transfers to/from Profit & Loss	...	....	...	—
Transfer of Realised Profits	...	....	...	...
Retained Profit for the Year				15,112
	—	—	—	<u>136,293</u>