

JOHN GRAHAM - THERMOPLASTICS LIMITED

Company Number: 2816435

**ABBREVIATED STATUTORY ACCOUNTS
YEAR ENDED 31 JULY 1996**



**BESTWICK & CO
CHARTERED ACCOUNTANTS**

JOHN GRAHAM – THERMOPLASTICS LIMITED

**ABBREVIATED STATUTORY ACCOUNTS
FOR THE YEAR ENDED 31 JULY 1996**

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**AUDITORS' REPORT TO
JOHN GRAHAM - THERMOPLASTICS LIMITED**

**PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8
TO THE COMPANIES ACT 1985**

We have examined the abbreviated financial accounts on pages 2 to 3 together with the financial accounts of the company prepared under section 226 of the Companies Act 1985 for the year ended 31 July 1996.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated financial accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 2 and whether the abbreviated financial accounts have been properly prepared in accordance with that Schedule.

BASIS OF OPINION

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial accounts, that the company is entitled to the exemptions and that the abbreviated financial accounts have been properly prepared from those financial accounts. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial accounts.

OPINION

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred in section A of Part III of Schedule 8 to that Act, in respect of the year ended 31 July 1996 and the abbreviated financial accounts on pages 2 to 3 have been properly prepared in accordance with that Schedule.

OTHER INFORMATION

On 4 April 1997 we reported, as auditors of the company, to the shareholders on the financial accounts prepared under section 226 of the Companies Act 1985 for the year ended 31 July 1996, and our report was as follows:

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

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.

continued

**AUDITORS' REPORT TO
JOHN GRAHAM - THERMOPLASTICS LIMITED
(continued)
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8
TO THE COMPANIES ACT 1985**

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board, except that the scope of our work was limited as explained below.

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 judgements 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 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. However, the evidence available to us was limited because we did not attend the stock take, and there was no system of control that we could rely on for the purpose of our audit regarding the quantities and condition of stock appearing in the balance sheet at £28,130. We were also unable to carry out audit tests required to give assurance as to the value of trade creditors, appearing in the balance sheet at £183,509.

In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial accounts.

Going Concern

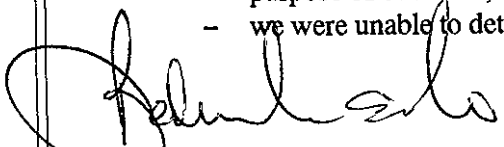
The financial statements have been prepared on a going concern basis, the validity of which depends on the continued support of the directors, and satisfactory compliance with the terms of the Company Voluntary Arrangement. The financial statements do not include any adjustments that would result from a failure to comply with the terms of the arrangement or lack of support from the directors. Details of the circumstances relating to the Arrangement are described in note 16. Our opinion is not qualified in this respect.

QUALIFIED OPINION ARISING FROM LIMITATION IN AUDIT SCOPE

Except for any adjustments that might have been found to be necessary had we been able to obtain sufficient evidence concerning stocks and trade creditors, in our opinion the financial accounts give a true and fair view of the state of the company's affairs as at 31 July 1996 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

In respect of the limitation on our work relating to stocks and trade creditors:

- we have not obtained all the information and explanations that we considered necessary for the purpose of our audit; and
- we were unable to determine whether proper accounting records had been maintained



BESTWICK & CO
Registered Auditors
Chartered Accountants
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4 April 1997

JOHN GRAHAM - THERMOPLASTICS LIMITED

ABBREVIATED BALANCE SHEET
AS AT 31 JULY 1996

	Notes	1996		1995	
		£	£	£	£
FIXED ASSETS					
Tangible Assets	2		193,863		162,199
CURRENT ASSETS					
Stock and Work in Progress		28,130		21,282	
Debtors		129,194		38,640	
		<u>157,324</u>		<u>59,922</u>	
CREDITORS : Amounts Falling Due within One Year		<u>(391,189)</u>		<u>(194,329)</u>	
NET CURRENT LIABILITIES			<u>(233,865)</u>		<u>(134,407)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(40,002)</u>		<u>27,792</u>
CREDITORS : Amounts Falling Due After more than One Year			21,768		20,952
PROVISION FOR LIABILITIES AND CHARGES			11,316		3,125
			<u>£ (73,086)</u>		<u>£ 3,715</u>
CAPITAL AND RESERVES					
Share Capital	3		100		2
Profit and Loss Account			<u>(73,186)</u>		<u>3,713</u>
TOTAL SHAREHOLDERS' FUNDS			<u>£ (73,086)</u>		<u>£ 3,715</u>

The notes on pages 3a to 3b form part of these accounts.

continued

JOHN GRAHAM - THERMOPLASTICS LIMITED**ABBREVIATED BALANCE SHEET**

(continued)

AS AT 31 JULY 1996

In preparing these abbreviated accounts advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the grounds that, in the directors' opinion, the company is entitled to the benefit of those exemptions as a small company under the provisions of sections 246 and 247 of the Act.

In the preparation of the accounts advantage has been taken of special exemptions applicable to small companies under Part I of Schedule 8 to the Companies Act 1985 on the grounds that, in the directors' opinion, the company qualifies as a small company and is entitled to make use of the special exemptions.

**Signed on behalf of the
board of directors**



**D Graham
Secretary**

Approved by the board: 4 April 1997

The notes on pages 3a to 3b form part of these accounts.

JOHN GRAHAM - THERMOPLASTICS LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 JULY 1996****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	10% on cost

No depreciation has been charged in respect of the leasehold improvements, as the directors consider that the residual value will be in excess of cost, due to the comprehensive maintenance policy.

Government Grants

Grants on capital expenditure are treated as a deferred credit and are released to the profit and loss account in equal instalments over ten years, which is in line with the estimated useful life of the related assets. Grants of a revenue nature are credited to income in the period to which they relate.

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.

Deferred Taxation

Deferred Taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Leased Assets

Assets held under finance leases and hire purchase contracts are capitalised at the estimated fair value at date of inception of each lease or contract. The assets are depreciated over their expected useful lives. The finance charges are allocated over the primary period of the lease in proportion to the capital element outstanding. Rentals payable under operating leases are charged to the profit and loss account as incurred.

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.

JOHN GRAHAM - THERMOPLASTICS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 JULY 1996

2. FIXED ASSETS

	Tangible Assets £
COST OR VALUATION	
At 1 August 1995	187,710
Additions in year	68,457
Disposals in year	<u>(16,524)</u>
At 31 July 1996	<u>239,643</u>
 DEPRECIATION	
At 1 August 1995	24,879
Write off on Disposal	(3,554)
Charge for year	<u>22,955</u>
At 31 July 1996	<u>45,780</u>
 NET BOOK VALUE	
At 31 July 1996	<u>193,863</u>
At 31 July 1995	<u>162,199</u>

The above analysis includes plant and equipment held under finance leases and hire purchase contracts with a net book value of £60,700 (1995 : £56,250). Depreciation charged on those assets amounted to £8,550 (1995 : £6,250).

3. SHARE CAPITAL

	1996 £	1995 £
Authorised	<u>1,000</u>	<u>1,000</u>
Allotted, Issued and Fully Paid	<u>100</u>	<u>2</u>

During the year 98 shares of £1 each were allotted and fully paid for cash at par to increase the capital base of the Company.