

REGISTERED NUMBER: 2845757 (England and Wales)

Technocover Limited
Abbreviated Accounts
for the Year Ended 31 August 2004



Technocover Limited

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for the Year Ended 31 August 2004**

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Technocover Limited
Company Information
for the Year Ended 31 August 2004

DIRECTORS: D H Williams Esq.
J T Jones Esq.

SECRETARY: J T Jones Esq.

REGISTERED OFFICE: Henfaes Lane
Welshpool
POWYS
SY21 7BE

REGISTERED NUMBER: 2845757 (England and Wales)

AUDITORS: Turner Peachey
Chartered Accountants & Registered Auditors
9-10 St. Mary's Place
Shrewsbury
Shropshire
SY1 1DZ

Technocover Limited

**Report of the Directors
for the Year Ended 31 August 2004**

The directors present their report with the accounts of the company for the year ended 31 August 2004.

PRINCIPAL ACTIVITIES

The principal activities of the company in the year under review were those of design, manufacture and supply of access covers, gratings and grilles

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed accounts.

DIVIDENDS

No dividends will be distributed for the year ended 31 August 2004.

DIRECTORS

The directors during the year under review were:

D H Williams Esq.

J T Jones Esq.

The beneficial interests of the directors holding office on 31 August 2004 in the issued share capital of the company were as follows:

	31.8.04	1.9.03
Ordinary £1 shares		
D H Williams Esq.	70	70
J T Jones Esq.	30	30

DONATIONS

The company gave £ Nil (2002:£1,350) in charitable donations during the year.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements 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 statements, the directors are required to

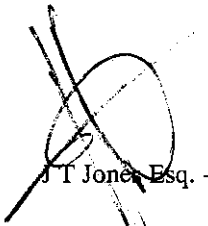
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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 statements comply with the 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.

AUDITORS

The auditors, Turner Peachey, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:



J T Jones Esq. - Secretary

8 March 2005

**Report of the Independent Auditors to
Technocover Limited
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts on pages four to thirteen, together with the full financial statements of the company for the year ended 31 August 2004 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

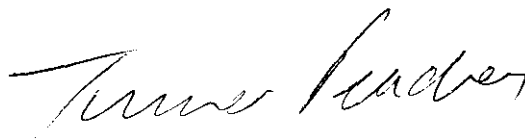
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with that provision 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 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 full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages four to thirteen are properly prepared in accordance with that provision.



Turner Peachey
Chartered Accountants & Registered Auditors
9-10 St. Mary's Place
Shrewsbury
Shropshire
SY1 1DZ

22 March 2005

Technocover Limited

**Abbreviated Profit and Loss Account
for the Year Ended 31 August 2004**

	Notes	31.8.04 £	31.8.03 £
GROSS PROFIT		6,416,701	8,138,018
Administrative expenses		5,706,152	6,058,934
OPERATING PROFIT	3	710,549	2,079,084
Interest receivable and similar income		23,701	39,589
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		734,250	2,118,673
Tax on profit on ordinary activities	4	217,231	655,130
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		517,019	1,463,543
RETAINED PROFIT FOR THE YEAR		517,019	1,463,543

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current and previous years.

The notes form part of these abbreviated accounts

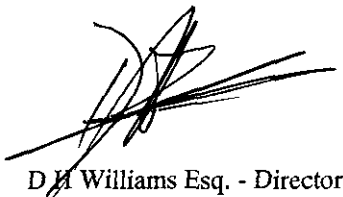
Technocover Limited

Abbreviated Balance Sheet
31 August 2004

	Notes	31.8.04 £	31.8.03 £
FIXED ASSETS			
Tangible assets	5	2,089,674	2,029,702
Investments	6	1	-
		<u>2,089,675</u>	<u>2,029,702</u>
CURRENT ASSETS			
Stocks	7	240,651	207,792
Debtors	8	3,040,019	2,352,075
Cash at bank and in hand		696,009	1,877,970
		<u>3,976,679</u>	<u>4,437,837</u>
CREDITORS			
Amounts falling due within one year	9	1,485,783	2,417,818
		<u>1,485,783</u>	<u>2,417,818</u>
NET CURRENT ASSETS		<u>2,490,896</u>	<u>2,020,019</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,580,571</u>	<u>4,049,721</u>
PROVISIONS FOR LIABILITIES AND CHARGES	10	140,684	126,853
		<u>4,439,887</u>	<u>3,922,868</u>
CAPITAL AND RESERVES			
Called up share capital	11	100	100
Profit and loss account	12	4,439,787	3,922,768
		<u>4,439,887</u>	<u>3,922,868</u>
SHAREHOLDERS' FUNDS	14	<u>4,439,887</u>	<u>3,922,868</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

ON BEHALF OF THE BOARD:



D H Williams Esq. - Director

Approved by the Board on 8 March 2005

The notes form part of these abbreviated accounts

Technocover Limited

**Cash Flow Statement
for the Year Ended 31 August 2004**

	Notes	31.8.04 £	31.8.03 £
Net cash inflow from operating activities	1	1,447,674	2,065,285
Returns on investments and servicing of finance	2	23,701	39,589
Taxation		(640,366)	(444,493)
Capital expenditure and financial investment	2	(291,360)	(514,946)
		539,649	1,145,435
Financing	2	(1,721,610)	(261,567)
(Decrease)/Increase in cash in the period		<u>(1,181,961)</u>	<u>883,868</u>
<hr/>			
Reconciliation of net cash flow to movement in net funds	3		
(Decrease)/Increase in cash in the period		<u>(1,181,961)</u>	<u>883,868</u>
Change in net funds resulting from cash flows		<u>(1,181,961)</u>	<u>883,868</u>
Movement in net funds in the period		<u>(1,181,961)</u>	<u>883,868</u>
Net funds at 1 September		<u>1,877,970</u>	<u>994,102</u>
Net funds at 31 August		<u>696,009</u>	<u>1,877,970</u>

The notes form part of these abbreviated accounts

Technocover Limited

Notes to the Cash Flow Statement
for the Year Ended 31 August 2004

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	31.8.04 £	31.8.03 £
Operating profit	710,549	2,079,084
Depreciation charges	220,995	222,857
Loss on disposal of fixed assets	10,393	4,360
(Increase)/Decrease in stocks	(32,859)	47,489
Decrease/(Increase) in debtors	1,042,290	(570,600)
(Decrease)/Increase in creditors	(503,694)	282,095
Net cash inflow from operating activities	1,447,674	2,065,285

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	31.8.04 £	31.8.03 £
Returns on investments and servicing of finance		
Interest received	23,701	39,589
Net cash inflow for returns on investments and servicing of finance	23,701	39,589
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(316,000)	(517,946)
Purchase of fixed asset investments	(1)	-
Sale of tangible fixed assets	24,641	3,000
Net cash outflow for capital expenditure and financial investment	(291,360)	(514,946)
Financing		
New loans in year	(1,724,937)	(18,170)
Loan repayments in year	4,891	1,400
Amount introduced by directors	95,283	-
Amount withdrawn by directors	(96,847)	(244,797)
Net cash outflow from financing	(1,721,610)	(261,567)

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.9.03 £	Cash flow £	At 31.8.04 £
Net cash:			
Cash at bank and in hand	1,877,970	(1,181,961)	696,009
	<u>1,877,970</u>	<u>(1,181,961)</u>	<u>696,009</u>
Total	<u>1,877,970</u>	<u>(1,181,961)</u>	<u>696,009</u>

The notes form part of these abbreviated accounts

Technocover Limited

Notes to the Abbreviated Accounts for the Year Ended 31 August 2004

1. ACCOUNTING POLICIES

Accounting convention

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

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.

Freehold property	- 4% on reducing balance
Plant and machinery	- 10% on reducing balance
Fixtures and fittings	- 10% on reducing balance
Motor vehicles	- 20% on reducing balance
Computer equipment	- 10% on reducing balance

Stocks

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.

Deferred tax

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.

2. STAFF COSTS

	31.8.04	31.8.03
	£	£
Wages and salaries	3,890,106	4,280,287
Social security costs	69,602	145,569
	<u>3,959,708</u>	<u>4,425,856</u>

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

	31.8.04	31.8.03
Office staff	44	45
Production	63	71
Fitters	15	27
Management	15	15
	<u>137</u>	<u>158</u>

Technocover Limited

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 August 2004**

3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	31.8.04	31.8.03
	£	£
Depreciation - owned assets	220,995	222,857
Loss on disposal of fixed assets	10,393	4,360
Auditors remuneration	13,530	11,530
Foreign exchange differences	6,473	(6,917)
	<u>595,296</u>	<u>1,111,480</u>
Directors' emoluments	<u>595,296</u>	<u>1,111,480</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>2</u>	<u>2</u>
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Information regarding the highest paid director is as follows:

	31.8.04	31.8.03
	£	£
Emoluments etc	<u>298,915</u>	<u>565,000</u>

4. TAXATION

Analysis of the tax charge

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

	31.8.04	31.8.03
	£	£
Current tax:		
UK corporation tax	203,400	640,657
Deferred tax	13,831	14,473
Tax on profit on ordinary activities	<u>217,231</u>	<u>655,130</u>

UK corporation tax has been charged at 29.74% (2003 - 30%).

Technocover Limited

Notes to the Abbreviated Accounts - continued for the Year Ended 31 August 2004

4. TAXATION - continued

Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	31.8.04	31.8.03
	£	£
Profit on ordinary activities before tax	734,250	2,118,673
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 29.740% (2003 - 30%)	218,366	635,602
Effects of:		
Depreciation in excess of capital allowances for the year	1,457	(14,753)
Entertaining expenses disallowed	1,085	15,825
Legal fees allowable/disallowed	(1,775)	4,068
Group loss relief	(15,355)	-
Under provision of tax	(378)	(85)
Current tax charge	203,400	640,657

5. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Plant and machinery £
COST			
At 1 September 2003	766,298	142,436	879,497
Additions	-	111,863	30,033
At 31 August 2004	766,298	254,299	909,530
DEPRECIATION			
At 1 September 2003	40,737	-	255,876
Charge for year	6,814	10,172	65,365
At 31 August 2004	47,551	10,172	321,241
NET BOOK VALUE			
At 31 August 2004	718,747	244,127	588,289
At 31 August 2003	725,561	142,436	623,621

Technocover Limited

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 August 2004**

5. TANGIBLE FIXED ASSETS - continued

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 September 2003	131,194	634,982	190,105	2,744,512
Additions	1,752	152,152	20,200	316,000
Disposals	-	(72,140)	-	(72,140)
At 31 August 2004	132,946	714,994	210,305	2,988,372
DEPRECIATION				
At 1 September 2003	58,673	264,211	95,312	714,809
Charge for year	7,427	97,579	33,638	220,995
Eliminated on disposal	-	(37,106)	-	(37,106)
At 31 August 2004	66,100	324,684	128,950	898,698
NET BOOK VALUE				
At 31 August 2004	66,846	390,310	81,355	2,089,674
At 31 August 2003	72,521	370,771	94,793	2,029,703

Included in cost of land and buildings is freehold land of £555,168 (2003 - £555,168) which is not depreciated.

6. FIXED ASSET INVESTMENTS

	Unlisted investments £
COST	
Additions	1
At 31 August 2004	1
NET BOOK VALUE	
At 31 August 2004	1

The company's investments at the balance sheet date in the share capital of companies include the following:

Jones of Oswestry Ltd

Nature of business: Design, supply and manufacture of covers

	% holding	
Class of shares:		
Ordinary £1 shares	100.00	31.8.04
		£
Aggregate capital and reserves		(21,452)
Loss for the year		(14,459)

Technocover Limited

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 August 2004

7. **STOCKS**

	31.8.04	31.8.03
	£	£
Stocks	224,706	195,037
Work-in-progress	15,945	12,755
	<u>240,651</u>	<u>207,792</u>

8. **DEBTORS**

	31.8.04	31.8.03
	£	£
Amounts falling due within one year:		
Trade debtors	1,063,088	2,120,640
Other debtors	13,278	18,170
Directors' loan accounts	204,022	193,833
Prepayments and accrued income	34,694	19,432
	<u>1,315,082</u>	<u>2,352,075</u>
Amounts falling due after more than one year:		
Amounts owed by subsidiary undertaking	1,724,937	-
	<u>3,040,019</u>	<u>2,352,075</u>

9. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.8.04	31.8.03
	£	£
Trade creditors	472,445	736,456
Tax	203,776	640,742
Social security and other taxes	302,068	650,614
Other creditors	485,369	378,506
Directors' loan accounts	8,625	-
Accrued expenses	13,500	11,500
	<u>1,485,783</u>	<u>2,417,818</u>

10. **PROVISION FOR LIABILITIES AND CHARGES**

	31.8.04	31.8.03
	£	£
Deferred tax		
Timing differences re: fixed asset depreciation and capital allowances	140,684	126,853
	<u>140,684</u>	<u>126,853</u>
		Deferred tax
		£
Balance at 1 September 2003		126,853
Deferred taxation charge in profit and loss account		13,831
Balance at 31 August 2004		<u>140,684</u>

Technocover Limited

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 August 2004**

11. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.8.04 £	31.8.03 £
100	Ordinary	£1	<u>100</u>	<u>100</u>

12. RESERVES

	Profit and loss account £
At 1 September 2003	3,922,768
Retained profit for the year	<u>517,019</u>
At 31 August 2004	<u><u>4,439,787</u></u>

13. TRANSACTIONS WITH DIRECTORS

The following loans to directors subsisted during the year ended 31 August 2004:

	£
D H Williams Esq.	
Balance outstanding at start of year	86,658
Balance outstanding at end of year	(8,625)
Maximum balance outstanding during year	<u>86,658</u>
J T Jones Esq.	
Balance outstanding at start of year	107,175
Balance outstanding at end of year	204,022
Maximum balance outstanding during year	<u>204,022</u>

14. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31.8.04 £	31.8.03 £
Profit for the financial year	<u>517,019</u>	<u>1,463,543</u>
Net addition to shareholders' funds	517,019	1,463,543
Opening shareholders' funds	<u>3,922,868</u>	<u>2,459,325</u>
Closing shareholders' funds	<u><u>4,439,887</u></u>	<u><u>3,922,868</u></u>
Equity interests	<u>4,439,887</u>	<u>3,922,868</u>

15. GROUP ACCOUNTS EXEMPTION

The company is exempt from the preparation of consolidated financial statements on the grounds that it qualifies as a *small group* and is not an *ineligible group* as defined in section 248 Companies act 1985.

The financial statements show the results of the individual undertaking and not the group as a whole.