

BENCHMARK LABELS LIMITED

Company No: 2865114

FINANCIAL STATEMENTS

- for the year ended -

31 OCTOBER 1994

DORRELL, OLIVER & Co.
Chartered Accountants
Linden House, Monk Street
Abergavenny, Gwent



BENCHMARK LABELS LIMITED
DIRECTORS AND PROFESSIONAL ADVISERS

DIRECTORS

P N Stimson
A W Swift

SECRETARY

Mrs L J Stimson

BUSINESS ADDRESS

Unit 1B Raglan House
Elvicta Estate
Crickhowell
Powys

REGISTERED OFFICE

Linden House
Monk Street
Abergavenny
Gwent

ACCOUNTANTS

Dorrell, Oliver & Co.
Chartered Accountants
Linden House
Monk Street
Abergavenny
Gwent

SOLICITORS

Gabb & Co
32 Monk Street
Abergavenny
Gwent

PRINCIPAL BANKERS

National Westminster Bank plc
9 High Street
Abergavenny
Gwent
NP7 5SA

BENCHMARK LABELS LIMITED
INDEX TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 OCTOBER 1994

Page

- | | |
|---|-----------------------------------|
| 1 | Report of the directors |
| 2 | Accountants' report |
| 3 | Profit and loss account |
| 4 | Balance sheet |
| 6 | Notes to the financial statements |

BENCHMARK LABELS LIMITED
REPORT OF THE DIRECTORS
YEAR ENDED 31 OCTOBER 1994

The directors present their report and the financial statements for the year ended 31 October 1994.

PRINCIPAL ACTIVITIES

The company was incorporated on 22 October 1993 and began trading on 1 January 1994.

The company's principal activity is that of paper label manufacturer and manufacturer and supplier of blank and printed self adhesive labels.

DIRECTORS AND THEIR INTERESTS

The directors at the balance sheet date and their interests in the company at that date and at the beginning of the year (or on appointment if later), were as follows:

	<u>Class of share</u>	<u>Number of shares</u>
P N Stimson	Ordinary shares	50
A W Swift	Ordinary shares	50

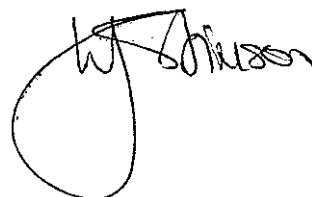
SMALL COMPANY DISCLOSURE

In preparing this report, the directors have taken advantage of the special exemptions applicable to small companies on the grounds that the company is small.

By Order of the Board

Date: 21 December 1994

Mrs L J Stimson
Secretary



BENCHMARK LABELS LIMITED

ACCOUNTANTS' REPORT TO THE SHAREHOLDERS OF BENCHMARK LABELS LIMITED

We have examined, without carrying out an audit, the financial statements for the year ended 31 October 1994 set out on pages 3 to 9.

Respective responsibilities of directors and reporting accountant

As described on the Balance Sheet the company's directors are responsible for the preparation of the financial statements, and they believe that the company is exempt from an audit. It is our responsibility to examine the financial statements and, based on our examination, report our opinion, as set out below, to the shareholders.


Basis of opinion

Our work was conducted in accordance with the statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records, and making such limited enquiries of the officers of the company as we considered necessary for the purpose of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the financial statements are in agreement with those accounting records kept by the company under Section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records, the financial statements have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Companies Act 1985;
- (c) having regard only to, and on the basis of, the information contained in the accounting records kept by the company under Section 221, the company satisfied the conditions for exemption from an audit of the financial statements for the year specified in Section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1) of the Companies Act 1985.


DORRELL, OLIVER & Co.
Chartered Accountants

Linden House
Monk Street
Abergavenny
Gwent

Date: 21 December 1994

BENCHMARK LABELS LIMITED
 PROFIT AND LOSS ACCOUNT
 YEAR ENDED 31 OCTOBER 1994

	Notes	£
TURNOVER		101,441
Cost of sales		(68,907)
GROSS PROFIT		<u>32,534</u>
Administrative expenses		(35,831)
OPERATING LOSS	2	<u>(3,297)</u>
Interest payable		<u>(310)</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(3,607)
Tax on loss on ordinary activities		-
LOSS FOR THE FINANCIAL YEAR		<u><u>(3,607)</u></u>

All of the company's activities were acquired during the financial year.
 None of the company's activities were discontinued during the year.

The company has no recognised gains or losses other than those dealt with in the profit and loss account.

The notes on pages 6 to 9 form part of these financial statements.

BENCHMARK LABELS LIMITED
BALANCE SHEET
31 OCTOBER 1994

	Notes	£	£
FIXED ASSETS			
Tangible assets	4		6,894
CURRENT ASSETS			
Stocks	5	7,299	
Debtors	6	25,491	
		<u>32,790</u>	
CREDITORS: Amounts falling due within one year	7	<u>(37,695)</u>	
NET CURRENT LIABILITIES			<u>(4,905)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,989
CREDITORS: Amounts falling due after more than one year	8		<u>(5,496)</u>
			<u>(3,507)</u>
CAPITAL AND RESERVES			
Called up share capital	9		100
Profit and loss account	10		<u>(3,607)</u>
			<u>(3,507)</u>

The statements required to be made by the company's directors and the signature required by the Companies Act 1985 are given on the following page.

The notes on pages 6 to 9 form part of these financial statements.

BENCHMARK LABELS LIMITED
BALANCE SHEET (Continued)
31 OCTOBER 1994

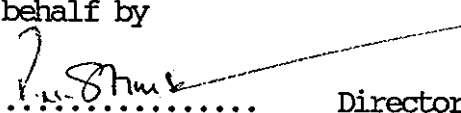
The directors have taken advantage of the exemption conferred by section 249A(2) not to have these financial statements audited and confirm that no notice has been deposited under section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for ensuring that:-

- i) The company keeps accounting records which comply with section 221 of the Companies Act 1985;
- ii) The financial statements give a true and fair view of the state of affairs of the company as at 31 October 1994 and of its profit or loss for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as is applicable to the company.

In preparing these financial statements, the directors have taken advantage of the special exemptions applicable to small companies on the grounds that the company is small.

The financial statements were approved
by the board on 21 December 1994 and
signed on its behalf by

P N Stimson.....  Director

The notes on pages 6 to 9 form part of these financial statements.

BENCHMARK LABELS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 OCTOBER 1994

1. ACCOUNTING POLICIES

1.1 BASIS OF ACCOUNTING

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

1.2 TURNOVER

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year.

1.3 DEPRECIATION

Depreciation is provided using the rates to reduce by annual instalments the cost, less estimated residual value, of the tangible assets over their estimated useful lives:-

Plant and machinery	20% Straight line
---------------------	-------------------

1.4 STOCKS

Stocks are valued at the lower of cost and net realisable value.

Net realisable value is based on estimated selling price less further costs to completion and disposal.

1.5 DEFERRED TAXATION

Deferred taxation is provided where there is a reasonable probability of the amount becoming payable in the foreseeable future.

1.6 GOING CONCERN

The accounts have been prepared on the going concern basis despite the company's insolvency. This is because the directors have agreed to continue to support the company.

2. OPERATING LOSS

£

The operating loss is stated after charging:-

Depreciation	556
	<u> </u>

3. DIRECTORS

£

Directors' emoluments	10,710
	<u> </u>

BENCHMARK LABELS LIMITED
 NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED 31 OCTOBER 1994

4. TANGIBLE ASSETS

	Plant and machinery etc. £
<u>Cost</u>	
Additions	7,450
At 31 October 1994	<u>7,450</u>
<u>Depreciation</u>	
Charge for year	556
At 31 October 1994	<u>556</u>
<u>Net book value at 31 October 1994</u>	<u>6,894</u>

5. STOCKS

	£
Stocks	<u>7,299</u>

6. DEBTORS

	£
Trade debtors	25,371
Others	120
	<u>25,491</u>

7. CREDITORS: AMOUNTS FALLING DUE
 WITHIN ONE YEAR

	£
Bank loans and overdrafts	5,716
Trade creditors	15,307
Other creditors	16,672
	<u>37,695</u>

BENCHMARK LABELS LIMITED
 NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED 31 OCTOBER 1994

8.	CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	£
	Bank loans and overdrafts	5,496
		<u>5,496</u>
9.	SHARE CAPITAL	£
	<u>Authorised</u>	
	Equity interests:	
	100 Ordinary shares of £1 each	<u>100</u>
	<u>Allotted, called up and fully paid</u>	
	Equity interests:	
	100 Ordinary shares of £1 each	<u>100</u>
	£2 of the share capital was issued on incorporation and the remaining £98 was issued on 29 October 1993.	
10.	PROFIT AND LOSS ACCOUNT	£
	Loss for the financial year	(3,607)
	Accumulated losses at 31 October 1994	<u>(3,607)</u>
11.	RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS	£
	Loss for the financial year	(3,607)
	New share capital subscribed	<u>100</u>
	Net addition to shareholders' funds	(3,507)
	Shareholders' funds at 31 October 1994	<u>(3,507)</u>
	Represented by:-	
	Equity interests	<u>(3,507)</u>
		<u>(3,507)</u>

BENCHMARK LABELS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 OCTOBER 1994

12. TRANSACTIONS WITH DIRECTORS

During the year the company traded with RMS Supplies - a business in which Mr A W Swift is a partner. It also traded with Benchmark Label Bureau - a business owned by Mr P N Stimson. All transactions were carried out at arms length on a normal commercial basis.