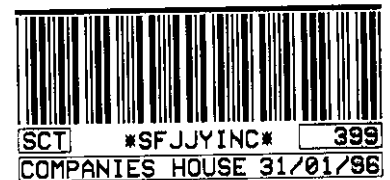


MARSHALL WILSON PACKAGING LIMITED
REPORT & ABBREVIATED FINANCIAL STATEMENTS
31 MARCH 1995

J.F. MILLER & CO.,
CHARTERED ACCOUNTANTS
8 ROYAL TERRACE
GLASGOW
G3 7NT

[Handwritten signature]



MARSHALL WILSON PACKAGING LIMITED

AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS

**Auditors Report to
Marshall Wilson Packaging Limited
pursuant to paragraph 24 of Schedule 8
to the companies Act 1985**

We have examined the abbreviated financial statements set out on pages 3 to 6 together with the full statutory financial statements of the company. The scope of our work for the purposes of this report was limited to confirming the opinion set out in the following paragraph.

In our opinion, the Directors are entitled under Sections 246 and 247 of the Companies Act 1985, to the exemptions conferred in Section B of Part III of Schedule 8 to that Act in respect of the year ended 31 March 1995 and the abbreviated financial statements have been properly prepared in accordance with that schedule.

On 22 November 1995 we reported to the members on the full statutory financial statements of the Company prepared under Section 226 of the Companies Act 1985 for the year ended 31 March 1995. Our report under Section 235 of the Companies Act 1985 was as follows:

We have audited the financial statements on pages 6 to 12 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

Respective responsibilities of directors and auditors

As described on page 4, the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements 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 statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, 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 statements are free from material misstatement, whether caused by fraud or error or other irregularity. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

AUDITORS' REPORT TO THE SHAREHOLDERS

OF MARSHALL WILSON PACKAGING LIMITED

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


.....
J.F. Miller & Company
Registered Auditors
Chartered Accountants

22 November 1995

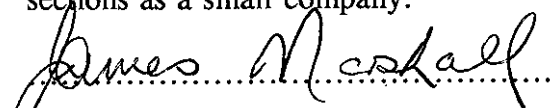
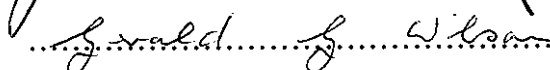
MARSHALL WILSON PACKAGING LIMITED

ABBREVIATED BALANCE SHEET

AS AT 31 MARCH 1995

| | <u>Note</u> | <u>1995</u> | <u>1994</u> |
|--|-------------|-------------|-------------|
| | | £ | £ |
| <u>Tangible Fixed Assets</u> | 3 | 22265 | 6898 |
| <u>Current Assets</u> | | | |
| Stocks | | 68308 | 44809 |
| Debtors | | 114243 | 80579 |
| Cash at bank and in hand | | 3724 | 1352 |
| | | 186275 | 126740 |
| <u>Creditors:</u> amounts falling due within one year | | (200114) | (144319) |
| <u>Net Current Liabilities</u> | | (13839) | (17579) |
| <u>Total Assets Less Current Liabilities</u> | | 8426 | (10681) |
| <u>Creditors:</u> amounts falling due after more than one year | 4 | (8000) | - |
| | | 426 | (10681) |
| <u>Capital & Reserves</u> | | | |
| Called up share capital | 6 | 5000 | 5000 |
| Profit and Loss Account | | (4574) | (15681) |
| | | 426 | (10681) |

In preparing these abbreviated financial statements we have relied on Sections 246 to 247 of the Companies Act 1985 on the grounds that the company is entitled to the benefits of those sections as a small company.

..... James G. Marshall
..... Gerard G. Wilson

GLASGOW : 22 NOVEMBER 1995

The accompanying notes form an integral part of these Accounts.

MARSHALL WILSON PACKAGING LIMITED

NOTES TO ABBREVIATED FINANCIAL STATEMENTS

31 MARCH 1995

1 Accounting policies

Basis of accounting

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

Depreciation

Depreciation of fixed assets is calculated to write off their costs or valuation less any residual value over their estimated useful lives as follows:

| | |
|---------------------|----------------------|
| Computers | 33.33% Straight line |
| Plant & Machinery | 5% Straight line |
| Motor Vehicles | 25% Straight line |
| Fixtures & fittings | 20% Straight line |

Leases and hire purchase contracts

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of the lease in such a way as to give a reasonably constant charge on the outstanding liability.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

Deferred taxation

No provision for deferred taxation has been provided in respect of the taxation effect of all timing differences as it is considered unlikely that these will crystallise in the foreseeable future.

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.

MARSHALL WILSON PACKAGING LIMITED

NOTES TO ABBREVIATED FINANCIAL STATEMENTS

31 MARCH 1995

2 Operating profit

| | <u>1995</u> | <u>1994</u> |
|---|--------------------|--------------------|
| | £ | £ |
| Operating profit is stated after charging | | |
| Staff costs | 47,322 | 41,343 |
| Auditors' remuneration | 1,750 | 1,500 |
| Depreciation of tangible assets | 7,523 | 4,306 |
| Loss on sale of assets | 829 | - |
| | <u>-----</u> | <u>-----</u> |

3 Tangible fixed assets

| | <u>Motor Vehicles</u> | <u>Plant and Machinery</u> | <u>Fixtures and Fittings</u> | <u>Computer</u> | <u>Total</u> |
|---------------------------------|----------------------------------|---|---|------------------------|---------------------|
| | £ | £ | £ | £ | £ |
| <u>Cost or Valuation</u> | | | | | |
| 1 April 1994 | 15,300 | 2,750 | 1,715 | - | 19,765 |
| Additions | 22,347 | - | - | 4,368 | 26,715 |
| Disposals | (15,300) | - | - | - | (15,300) |
| 31 March 1995 | <u>22,347</u> | <u>2,750</u> | <u>1,715</u> | <u>4,368</u> | <u>31,180</u> |
| <u>Depreciation</u> | | | | | |
| 1 April 1994 | 11,475 | 414 | 978 | - | 12,867 |
| Charge for Year | 5,586 | 138 | 343 | 1,456 | 7,523 |
| Disposals | (11,475) | - | - | - | (11,475) |
| 31 March 1995 | <u>5,586</u> | <u>552</u> | <u>1,321</u> | <u>1,456</u> | <u>8,915</u> |
| <u>Net book amount</u> | | | | | |
| 31 March 1995 | 16,761 | 2,198 | 394 | 2,912 | 22,265 |
| 1 April 1994 | <u>3,825</u> | <u>2,336</u> | <u>737</u> | <u>-</u> | <u>6,898</u> |

All the company's vehicles have been acquired on hire purchase with the total amount financed amounting to £17,000.

MARSHALL WILSON PACKAGING LIMITED

NOTES TO ABBREVIATED FINANCIAL STATEMENTS

31 MARCH 1995

| | <u>1995</u> | <u>1994</u> |
|---|--------------------|--------------------|
| | £ | £ |
| 4 <u>CREDITORS</u> : Amounts falling due after more than one year. | | |
| HP Creditors : Instalments after more than one year | 8000 | - |
| | <u>-----</u> | <u>-----</u> |
| 5 <u>BANK OVERDRAFT</u> | | |
| The bank overdraft is secured by a bond and floating charge over the whole of the company's assets and is repayable on demand. | | |
| 6 <u>SHARE CAPITAL</u> | <u>1995</u> | <u>1994</u> |
| <u>Authorised, Issued and Fully Paid</u> | | |
| 5,000 Ordinary £1 Shares | 5000 | 5000 |
| | <u>-----</u> | <u>-----</u> |