

19 APR 1994

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CLWYD COMPOUNDERS LIMITED

Registered Number : 1378413

ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 30TH NOVEMBER 1993

M. D. COXEY AND CO.

WREXHAM



CLWYD COMPOUNDERS LIMITED

COMPANY INFORMATION

Directors	J.G. Haywood S.A. Haywood D. Smith
Secretary	S.A. Haywood
Company Number	1378413 (England and Wales)
Registered Office	Gardden Industrial Estate, Ruabon, Wrexham, Clwyd.
Auditors	M. D. Coxey and Co., 25, Grosvenor Road, Wrexham, Clwyd.
Bankers	Midland Bank plc 14 High Street, Wrexham, Clwyd.

CLWYD COMPOUNDERS LIMITED

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CLWYD COMPOUNDERS LIMITED

REPORT OF THE DIRECTORS

The directors present their report and audited financial statements of the company for the year ended 30th November 1993.

Principal Activity

The principal activity of the company is the manufacture of rubber compounds.

Review of the Business

The directors are satisfied with the results for the year and look forward to increased turnover and profitability in the future.

Future Developments

The company will continue to expand its current operations within the market.

Post Balance Sheet Events

There have been no events since the year end which would materially affect the financial statements.

Results, Dividends and Reserves

The results for the year are set out in detail on page 4.

The directors do not recommend the payment of a dividend. The retained profit for the year of £280,479 (1992 : £338,959) to be transferred to reserves carried forward.

Directors

The directors who served during the year and the interests in the shares of the company of those serving at the end of the year were as follows :

	At 30.11.93 Ordinary shares of £1 each	At 30.11.92 Ordinary shares of £1 each
J. G. Haywood	36500	36500
S. A. Haywood	12500	12500
D. Smith	500	500

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.

#### Tangible Fixed Assets

Changes in tangible fixed assets in the year are shown in note 8 to the financial statements.

#### Political and Charitable Donations

Charitable donations amounting to £963 were made in the year. No political contributions were made in the year.

#### Tax Status

The company is a close company as defined by the Income and Corporation Taxes Act 1988.

#### Auditors

The auditors, M.D. Coxey & Co., have indicated their willingness to continue in office and a resolution for their re-appointment will be proposed at the Annual General Meeting.

By Order of the Board

.....*S. A. Haywood*.....  
S. A. Haywood

Registered Office :

Gardden Industrial Estate,  
Ruabon,  
Wrexham.

Secretary.

Date :

*9/5/96*

SPECIAL REPORT OF THE AUDITORS TO THE DIRECTORS  
REGARDING THE ABBREVIATED FINANCIAL STATEMENTS OF  
CLWYD COMPOUNDERS LIMITED  
FOR THE YEAR ENDED 30TH NOVEMBER 1993

We have examined the abbreviated financial statements set out on pages 4 to 11.

In our opinion the directors are entitled under sections 246 and 247 of the Companies Act 1985 to deliver to the registrar of companies abbreviated financial statements applicable to medium sized companies for the year ended 30th November 1993. Furthermore, we are of the opinion that the abbreviated financial statements have been properly prepared in accordance with Schedule 8 of that Act.

As auditors of Clwyd Compounders Limited we reported to the shareholders of the company on the full financial statements required by section 226 of the Companies Act 1985 for the year ended 30th November 1993 as follows :-

We have audited the financial statements on pages 4 to 11.

Respective responsibilities of directors and auditors

As described on pages 1 and 2 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on these 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 mis-statement, 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 statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 30th November 1993 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

25, Grosvenor Road,  
Wrexham,  
Clwyd, LL11 1BT.

  
M. D. Coxey and Co.  
Chartered Accountants &  
Registered Auditors.

Date : 9/5/94.

CLWYD COMPOUNDERS LIMITED  
ABBREVIATED PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 30TH NOVEMBER 1993

	<u>Note</u>	<u>1993</u>	<u>1992</u>
		£	£
Gross Profit		1,071,211	1,119,316
Distribution Costs		(68,571)	(66,710)
Administrative Expenses		(652,261)	(541,587)
Operating Profit	2	350,379	511,019
Other Interest Receivable & Similar Income	3	47,100	78,810
Profit on Ordinary Activities before Taxation		397,479	589,829
Taxation on Profit on Ordinary Activities	6	(117,000)	(175,870)
Profit for the Financial Year		280,479	413,959
Dividends	7	-	(75,000)
Retained Profit for the year	14	280,479	338,959

All the company's operations are classed as continuing.

There are no recognised gains or losses other than those recognised in the profit and loss account.

The accompanying notes form an integral part of these financial statements.

CLWYD COMPOUNDERS LIMITED

ABBREVIATED BALANCE SHEET

AS AT 30TH NOVEMBER 1993

	<u>Note</u>	<u>1993</u>	<u>1992</u>
		£	£
Fixed assets			
Tangible assets	8	656,455	645,593
Current assets			
Stocks & Work in Progress	9	195,541	275,044
Debtors	10	856,721	864,913
Cash at Bank & In Hand		1,040,546	853,309
		<u>2,092,808</u>	<u>1,993,266</u>
<u>Creditors : Amounts falling due within one year</u>	11	<u>(597,684)</u>	<u>(782,759)</u>
Net Current Assets		<u>1,495,124</u>	<u>1,210,507</u>
Total Assets less Current Liabilities		<u>2,151,579</u>	<u>1,856,100</u>
<u>Provision for liabilities &amp; charges</u>	12	<u>(55,000)</u>	<u>(40,000)</u>
Net Assets		<u><u>2,096,579</u></u>	<u><u>1,816,100</u></u>
Capital and Reserves			
Called up share capital	13	50,000	50,000
Profit and Loss Account	14	2,046,579	1,766,100
Shareholders Funds	15	<u><u>2,096,579</u></u>	<u><u>1,816,100</u></u>

The directors have relied on the exemptions for individual financial statements available under sections 246 and 247 of the Companies Act 1985 and have done so on the basis that the company is entitled to the benefit of those exemptions as a medium sized company.

J. G. Haywood ..... *J. G. Haywood*

S. A. Haywood ..... *S. A. Haywood*

Date : *9/5/94*

The accompanying notes form an integral part of these financial statements.

CLWYD COMPOUNDERS LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30TH NOVEMBER 1993

	<u>Notes</u>	<u>1993</u>	<u>1992</u>
		£	£
Net Cash inflow from operating activities	18	404,585	635,672
Returns on investments and servicing of finance			
Interest received		47,100	78,810
Dividends paid		-	(75,000)
		-----	-----
Net cash inflow from returns on investments and servicing of finance		47,100	3,810
Taxation			
Corporation tax paid (including ACT)		(136,654)	(146,870)
		-----	-----
Tax paid		(136,654)	(146,870)
Investing activities			
Payments to acquire tangible fixed assets		(147,239)	(378,724)
Receipts from sales of tangible fixed assets		19,445	7,199
		-----	-----
Net Cash outflow from investing activities		(127,794)	(371,525)
Increase in cash and cash equivalents	19&20	<u>187,237</u>	<u>121,087</u>

The accompanying notes form an integral part of these financial statements.

CLWYD COMPOUNDERS LIMITED  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED 30TH NOVEMBER 1993

1. Accounting Policies

There have been no changes in accounting policies during the year. The significant accounting policies adopted are as follows :-

(a) Basis of preparation of financial statements

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

The financial statements include the results of the activities described in the directors report all of which are continuing.

(b) Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided in equal amounts each year in order to write off the cost or valuation of fixed assets less their estimated residual value, over their estimated useful economic lives as follows :-

	No. of years
Short Leasehold Property	Over the life of the lease
Plant and Machinery	10
Equipment and Fittings	5
Motor Vehicles	5
Computer Equipment	3

(c) Stocks and Work in Progress

Stocks are valued at the lower of cost and net realisable value. Cost is based on purchases on a first in first out basis. Work in progress comprises direct materials, direct labour and attributable production and other overheads.

(d) Deferred Taxation

Deferred taxation is provided using the liability method on all timing differences only to the extent that it is considered that such a liability will become payable in the foreseeable future.

(e) Turnover

Turnover represents sales to outside customers at invoiced amounts excluding value added tax where applicable.

(f) Pension Scheme - Defined Contribution

The company operates five defined contribution pension schemes. The amount charged to the profit and loss account is the amount of contributions payable to the pension schemes in respect of the year.

2. <u>Operating Profit</u>	<u>1993</u> £	<u>1992</u> £
The operating profit is arrived at after charging/(crediting) :-		
Depreciation	116,095	85,125
Auditors Remuneration	4,000	3,750
Loss/(Profit) on disposal of fixed assets	837	(3,604)
Staff Costs (note 4)	<u>554,806</u>	<u>522,960</u>
3. <u>Other Interest Receivable and Similar Income</u>	<u>1993</u> £	<u>1992</u> £
Bank Deposit Interest	<u>47,100</u>	<u>78,810</u>
4. <u>Employees</u>		
The average number of employees including directors, employed by the company during the year was as follows :	<u>No. of Employees</u> <u>1993</u>	<u>1992</u>
Production	23	23
Sales and Distribution	3	3
Administration	3	3
	<u>29</u>	<u>29</u>
Costs in respect of these employees	£	£
Wages and salaries	450,383	443,222
Social Security Costs	50,520	44,973
Pension Costs	53,903	34,765
	<u>554,806</u>	<u>522,960</u>
5. <u>Directors Remuneration</u>	<u>1993</u> £	<u>1992</u> £
Remuneration as executives	109,797	101,951
Other Emoluments (expense allowances, pension contributions, benefits in kind)	41,153	37,601
	<u>150,950</u>	<u>139,552</u>
Directors emoluments, excluding pension contributions include those of :	£	£
Chairman and Highest paid director	<u>46,310</u>	<u>43,182</u>
The number of directors (excluding the chairman and highest paid director) who received fees and other emoluments in the year (excluding pension contributions) in the following ranges were :-	<u>1993</u> No.	<u>1992</u> No.
30,001 - 35,000	-	1
35,001 - 40,000	1	1
40,001 - 45,000	1	-
	<u>==</u>	<u>==</u>

6. Taxation

The taxation charge which is based on the results for the year, comprises :-

	<u>1993</u> £	<u>1992</u> £
Corporation Tax at 33%	102,000	163,000
Over provision in previous year	-	(130)
Transfers to deferred taxation	15,000	13,000
	<u>117,000</u>	<u>175,870</u>

7. Dividends

	<u>1993</u> £	<u>1992</u> £
Ordinary Nil paid per share (1992 : £1.50 net per share)	-	75,000

8. Tangible Fixed Assets

	Short Leasehold Property £	Motor Vehicles £	Plant & Machinery £	Computer Equipment £	Equipment & Fittings £	Total £
<u>Cost</u>						
At 1st December 1992	151,028	75,910	620,983	75,282	236,158	1,159,361
Additions	2,817	30,457	88,735	-	25,230	147,239
Disposals	-	(42,010)	-	-	(4,810)	(46,820)
At 30th November 1993	<u>153,845</u>	<u>64,357</u>	<u>709,718</u>	<u>75,282</u>	<u>256,578</u>	<u>1,259,780</u>
<u>Depreciation</u>						
At 1st December 1992	25,045	24,133	239,044	56,997	168,549	513,768
Charge for the year	11,256	13,584	60,273	7,968	23,014	116,095
Disposals	-	(21,728)	-	-	(4,810)	(26,538)
At 30th November 1993	<u>36,301</u>	<u>15,989</u>	<u>299,317</u>	<u>64,965</u>	<u>186,753</u>	<u>603,325</u>
<u>Net Book Value</u>						
At 30th November 1993	<u>117,544</u>	<u>48,368</u>	<u>410,401</u>	<u>10,317</u>	<u>69,825</u>	<u>656,455</u>
At 30th November 1992	<u>125,983</u>	<u>51,777</u>	<u>381,939</u>	<u>18,285</u>	<u>67,609</u>	<u>645,593</u>

9. Stocks and Work in Progress

	<u>1993</u> £	<u>1992</u> £
Raw Materials and Consumables	165,883	231,016
Finished Goods and goods for resale	29,658	44,028
	<u>195,541</u>	<u>275,044</u>

10. Debtors	1993 £	1992 £
Amounts falling due within one year		
Trade debtors	815,417	842,819
Other debtors	47	1,543
Prepayments	41,257	20,551
	<u>856,721</u>	<u>864,913</u>
11. Creditors : Amounts falling due within one year	1993 £	1992 £
Trade creditors	368,728	542,518
Corporation tax	103,346	138,000
Other taxes and social security	71,891	44,124
Other creditors and accruals	53,719	58,117
	<u>597,684</u>	<u>782,759</u>
12. Provision for liabilities and charges	1993 £	1992 £
Deferred Taxation		
At 1st December 1992	40,000	27,000
Movement during the year	15,000	13,000
At 30th November 1993	<u>55,000</u>	<u>40,000</u>
13. Called up share capital		
<u>Authorised</u>	<u>Issued and fully paid</u>	<u>1992</u>
	1993 £	1992 £
100,000 ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>
14. Profit and Loss Account	1993 £	1992 £
At 1st December 1992	1,766,100	1,427,141
Retained Profit for the year	280,479	338,959
At 30th November 1993	<u>2,046,579</u>	<u>1,766,100</u>
15. Reconciliation of movement in shareholders' funds	1993 £	1992 £
Profit for the year	280,479	413,959
Dividend	-	75,000
Retained profit for the year	280,479	338,959
Shareholders funds at 30th November 1992	1,816,100	1,477,141
Shareholders funds at 30th November 1993	<u>2,096,579</u>	<u>1,816,100</u>

16. Capital Commitments

	<u>1993</u> £	<u>1992</u> £
Capital expenditure contracted for but not provided for in the financial statements	-	20,000
Authorised but not contracted for	-	30,000
	<u>-----</u>	<u>-----</u>
	-	50,000
	<u>=====</u>	<u>=====</u>

17. Pension Commitments

Defined contribution scheme

The company operates five defined contribution schemes. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company and amounted to £53,903 (1992 : £34,765).

Contributions totalling £1,165 (1992 : £3,203) were payable to the fund at the year end and are included in creditors.

18. Reconciliation of operating profit to net cash inflow from operating activities

	<u>1993</u> £	<u>1992</u> £
Operating Profit	350,379	511,019
Depreciation charges	116,095	85,125
Loss/(Profit) on sale of tangible fixed assets	837	(3,604)
(Increase)/Decrease in Stocks	79,503	(54,052)
(Increase)/Decrease in Debtors	8,192	(63,793)
(Decrease)/Increase in Creditors	(150,421)	160,977
	<u>-----</u>	<u>-----</u>
Net Cash inflow from operating activities	404,585	635,672
	<u>=====</u>	<u>=====</u>

19. Analysis of changes in cash and cash equivalents during the year

	<u>1993</u> £	<u>1992</u> £
Balance at 1st December 1992	853,309	732,222
Net cash inflow	187,237	121,087
	<u>-----</u>	<u>-----</u>
Balance at 30th November 1993	1,040,546	853,309
	<u>=====</u>	<u>=====</u>

20. Analysis of the balances of cash and cash equivalents as shown in the balance sheet

	<u>1993</u> £	<u>1992</u> £	<u>Change</u> <u>in year</u> £
Cash at bank and in hand	128	195	(67)
Bank	1,040,418	853,114	187,304
	<u>-----</u>	<u>-----</u>	<u>-----</u>
	1,040,546	853,309	187,237
	<u>=====</u>	<u>=====</u>	<u>=====</u>