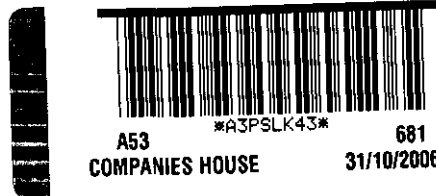


Advanced Packaging Materials Ltd

Unaudited Abbreviated Accounts
for the Year Ended 31 December 2005



Malcolm Shield t/a AIMS
20 Castle Street
Warkworth
Morpeth
Northumberland
NE65 0UW

Advanced Packaging Materials Ltd
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The following reproduces the text of the accountants' report in respect of the company's annual financial statements, from which the abbreviated accounts (set out on pages 2 to 4) have been prepared.

Accountants' Report to the Directors on the Unaudited Financial Statements of Advanced Packaging Materials Ltd

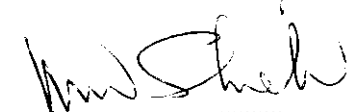
In accordance with the engagement letter dated 26 July 2006, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and Loss Account, the Balance Sheet, and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 and the Company's Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 December 2005 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.


Malcolm Shield t/a AIMS

20 Castle Street
Warkworth
Morpeth
Northumberland
NE65 0UW

Date: 30/10/06

Advanced Packaging Materials Ltd
Abbreviated Balance Sheet as at 31 December 2005

		2005		2004	
	Note	£	£	£	£
Fixed assets					
Tangible assets	3		<u>9,119</u>		<u>7,658</u>
Current assets					
Stocks		15,952		6,100	
Debtors		77,977		66,173	
Cash at bank and in hand		<u>599</u>		<u>464</u>	
		94,528		72,737	
Creditors: Amounts falling due within one year		<u>(73,856)</u>		<u>(70,656)</u>	
Net current assets			<u>20,672</u>		<u>2,081</u>
Total assets less current liabilities			29,791		9,739
Creditors: Amounts falling due after more than one year			<u>(7,868)</u>		<u>(4,638)</u>
Net assets			<u>21,923</u>		<u>5,101</u>
Capital and reserves					
Called up share capital	4		5,000		5,000
Profit and loss reserve			<u>16,923</u>		<u>101</u>
Equity shareholders' funds			<u>21,923</u>		<u>5,101</u>

For the financial year ended 31 December 2005, the company was entitled to exemption from audit under section 249A(1) of the Companies Act 1985; and no notice has been deposited under section 249B(2) requesting an audit. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the year and of its profit or loss for the financial year in accordance with the requirements of section 226 and which otherwise comply with the Companies Act 1985, so far as applicable to the company.

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Board on 30/12/06 and signed on its behalf by:



G Christie
 Director

Advanced Packaging Materials Ltd

Notes to the abbreviated accounts for the Year Ended 31 December 2005

1 Accounting policies

Basis of preparation

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

Cash flow statement

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirements to prepare such a statement.

Going concern

These financial statements have been prepared on a going concern basis.

Turnover

Turnover represents the invoiced value of sales of goods, net of value added tax.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Plant and machinery	25% straight line basis
Motor Vehicles	25% straight line basis
Office Equipment	25% straight line basis

Stock

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

Pensions

The company operates a defined contribution pension scheme. Contributions are charged in the profit and loss account as they become payable in accordance with the rules of the scheme.

Contributions payable to the company's pension scheme are charged to the profit and loss account so as to spread the cost of pensions over the service lives of employees in the scheme. The pension charge is calculated on the basis of actuarial advice.

2 Dividends

	2005 £	2004 £
Paid	<u>32,373</u>	<u>19,563</u>

Advanced Packaging Materials Ltd

Notes to the abbreviated accounts for the Year Ended 31 December 2005

..... continued

3 Fixed assets

	Tangible assets £
Cost	
As at 1 January 2005	18,670
Additions	<u>5,711</u>
As at 31 December 2005	<u>24,381</u>
Depreciation	
As at 1 January 2005	11,012
Charge for the year	<u>4,250</u>
As at 31 December 2005	<u>15,262</u>
Net book value	
As at 31 December 2005	<u>9,119</u>
As at 31 December 2004	<u>7,658</u>

4 Share capital

	2005 £	2004 £
Authorised		
Equity		
50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>
Allotted, called up and fully paid		
Equity		
5,000 Ordinary shares of £1 each	<u>5,000</u>	<u>5,000</u>

5 Related parties

Controlling entity

The company is controlled by the directors who own 100% of the called up share capital.