

**WATERSIDE PLASTICS LIMITED**  
**FINANCIAL STATEMENTS**  
**31 DECEMBER 2003**

**MOORE STEPHENS**  
Chartered Accountants  
Centurion House  
129 Deansgate  
Manchester  
M3 3WR



**WATERSIDE PLASTICS LIMITED**  
**FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2003**

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**WATERSIDE PLASTICS LIMITED**  
**THE DIRECTORS' REPORT**  
**YEAR ENDED 31 DECEMBER 2003**

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 31 December 2003.

**PRINCIPAL ACTIVITIES**

The principal activity of the company during the year was the holding of shares in Waterside Plastics Limited which were acquired on 28 October 1983. The principal activity of the subsidiary undertaking was the renting of property.

**THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY**

The directors of the company during the year together with their beneficial interests in the shares of the company as recorded in the register of directors' interests were as follows:

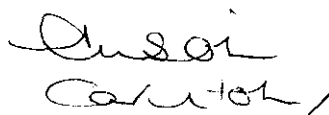
		At 31 December 2003	At 1 January 2003
Mr.J.Daniels	Ordinary shares	2,999	2,999
Mrs.A.Carlton	Ordinary shares	<u>1</u>	<u>1</u>

**SMALL COMPANY PROVISIONS**

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:  
2nd Floor Centurion House  
129 Deansgate  
Manchester  
M3 3WR

Signed by order of the directors



Mrs.A.Carlton  
Company Secretary

Approved by the directors on 21 October 2004.

**WATERSIDE PLASTICS LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 31 DECEMBER 2003**

	Note	2003 £	2002 £
Administrative expenses		(34,356)	(21,350)
<b>OPERATING (LOSS)/PROFIT</b>		<u>(34,356)</u>	<u>(21,350)</u>
Income from fixed asset investments		26,680	28,314
Interest receivable	3	90	393
Interest payable	4	-	(204)
<b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<u>(7,586)</u>	<u>7,153</u>
Tax on (loss)/profit on ordinary activities	5	-	32
<b>(LOSS)/RETAINED PROFIT FOR THE FINANCIAL YEAR</b>		<u>(7,586)</u>	<u>7,121</u>

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The notes on page 4 to 6 form part of these financial statements.

# WATERSIDE PLASTICS LIMITED

## BALANCE SHEET

31 DECEMBER 2003

		Note	2003 £	2002 £
<b>FIXED ASSETS</b>				
Tangible assets	6		460,000	460,000
Investments	7		211,678	211,678
			<u>671,678</u>	<u>671,678</u>
<b>CURRENT ASSETS</b>				
Debtors	8	1,000		883
Cash at bank and in hand		3,501		11,396
		<u>4,501</u>		<u>12,279</u>
<b>CREDITORS: Amounts falling due within one year</b>	9	3,561		3,753
<b>NET CURRENT ASSETS</b>			<u>940</u>	<u>8,526</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>672,618</u>	<u>680,204</u>
<b>CAPITAL AND RESERVES</b>				
Called-up equity share capital		11	131,300	131,300
Revaluation reserve		12	323,327	323,327
Other reserves		12	28,000	28,000
Profit and loss account		12	189,991	197,577
<b>SHAREHOLDERS' FUNDS</b>			<u>672,618</u>	<u>680,204</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial 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 requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

These financial statements were approved by the directors on the 21 October 2004 and signed on their behalf by:



Mrs. A. Carlton  
Director

The notes on pages 4 to 6 form part of these financial statements.

**WATERSIDE PLASTICS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2003**

**1. ACCOUNTING POLICIES**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

**Investment property**

The property is being held for its investment potential and in accordance with SSAP 19:

- (i) Investment properties are revalued annually and the aggregate surplus or deficit is transferred to a revaluation reserve, unless the total of the investment revaluation reserve is insufficient to cover a deficit, in which case the amount by which the deficit exceeds the amount in the investment revaluation reserve is charged in the profit and loss account ; and
- (ii) No depreciation or amortisation is provided in respect of freehold investment properties and leasehold properties with over 20 years to run. The directors consider that this accounting policy results in the financial statements giving a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount by which might otherwise have been shown cannot be separately identified or quantified.

**Deferred taxation**

No provision has been made for deferred tax which would become payable if the freehold property were realised at their revalued amounts.

**2. DIRECTORS**

	2003	2002
	£	£
Directors' emoluments	<u>17,602</u>	<u>16,102</u>

**3. INTEREST RECEIVABLE**

	2003	2002
	£	£
Bank interest	<u>90</u>	<u>393</u>

**4. INTEREST PAYABLE**

	2003	2002
	£	£
Bank interest	<u>—</u>	<u>204</u>

**WATERSIDE PLASTICS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2003**

**5. TAXATION**

	2003	2002
	£	£
Corporation tax on profit on ordinary activities at 0% (2002 10%)	-	32
	<u>          </u>	<u>          </u>

**6. TANGIBLE FIXED ASSETS – INVESTMENT PROPERTY**

	<b>Freehold land and buildings</b>
	<b>£</b>
<b>COST OR VALUATION</b>	
Net book value at 31 December 1947	988
Net additions 1 January 1948 to 31 December 1995	196,524
Permanent diminuation in value in prior years	(20,520)
Revaluation reserve (October 1993)	152,060
Disposals after date of revaluation	(60,750)
Revaluation reserve (December 2002)	191,698
At 31 December 2003	<u>460,000</u>
<b>NET BOOK VALUE</b>	
At 31 December 2003	<u>460,000</u>
At 31 December 2002	<u>460,000</u>

The company's property was professionally revalued by John Faulks, Chartered Surveyor, of Rochdale in October 1993 giving rise to the revaluation reserve.

The property was revalued by the directors in December 2002, giving rise to an increase in the revaluation reserve. The directors consider the position to be unchanged as at December 2003.

**7. FIXED ASSETS INVESTMENTS**

	2003	2002
	£	£
Loan to group company at original value	<u>211,678</u>	<u>211,678</u>

**8. DEBTORS**

	2003	2002
	£	£
Directors current accounts	-	883
Other debtors	<u>1,000</u>	<u>          </u>
	<u>1,000</u>	<u>883</u>

**WATERSIDE PLASTICS LIMITED**  
**MANAGEMENT INFORMATION**  
**YEAR ENDED 31 DECEMBER 2003**

**9. CREDITORS: Amounts falling due within one year**

	2003	2002
	£	£
Corporation tax	32	32
Taxation and social security	310	963
Directors loan account	74	-
Other creditors	3,145	2,758
	<u>3,561</u>	<u>3,753</u>

**10. RELATED PARTY TRANSACTIONS**

The directors rent property from the company at commercial rates of £2160.00.

**11. SHARE CAPITAL**

**Authorised share capital:**

	2003	2002
	£	£
130,000 Ordinary shares of £0.01 each	1,300	1,300
130,000 Deferred shares of £1 each	130,000	130,000
	<u>131,300</u>	<u>131,300</u>

**Allotted, called up and fully paid:**

	2003		2002	
	No	£	No	£
Ordinary shares of £0.01 each	130,000	1,300	130,000	1,300
Deferred shares of £1 each	130,000	130,000	130,000	130,000
	<u>260,000</u>	<u>131,300</u>	<u>260,000</u>	<u>131,300</u>

**12. RECONCILIATION OF MOVEMENT ON RESERVES**

	Revaluation reserve £	Other reserves £	Profit and loss account £
Balance brought forward	323,327	28,000	197,577
Loss for the year	-	-	(7,586)
Balance carried forward	<u>323,327</u>	<u>28,000</u>	<u>189,991</u>

**13. ULTIMATE PARENT COMPANY**

The ultimate holding company during the year was Waterside Plastics Holdings Limited a Company incorporated in England.