

REGISTRAR

COMPANY REGISTRATION NUMBER 35630



WEBSTER & HORSFALL LIMITED
ABBREVIATED ACCOUNTS
FOR
31 DECEMBER 2004



MGI WENHAM MAJOR LLP

Chartered Accountants & Registered Auditors
89 Cornwall Street
Birmingham
B3 3BY

WEBSTER & HORSFALL LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2004

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WEBSTER & HORSFALL LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 DECEMBER 2004

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 December 2004.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year was that of manufacture of wire from steel rods and stockists of machinery, strip metal and additional wire products.

The results for the year and the financial position at the end of the year were considered satisfactory by the directors.

RESULTS AND DIVIDENDS

The trading results for the year and the company's financial position at the end of the year are shown in the attached financial statements.

The directors have recommended the following dividends:

	2004 £	2003 £
Proposed dividends on ordinary shares	93,384	35,019
Dividends paid on ordinary shares	70,038	23,346
	<u>163,422</u>	<u>58,365</u>

THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests, including family holdings, in the shares of the company were as follows:

		At 31 December 2004	At 1 January 2004
Mr PJC Robinson	Ordinary "A"	8,000	8,000
	Ordinary "B"	17,875	17,875
Mr CAC Horsfall	Ordinary "B"	2,291	2,291
Mr GHGC Horsfall	Ordinary "A"	12,740	12,740
	Ordinary "B"	2,272	2,272
Col JHC Horsfall	Ordinary "A"	21,220	21,220
	Ordinary "B"	7,200	7,200
Mr JMC Horsfall	Ordinary "A"	—	—
	Ordinary "B"	4,612	4,612
Mr CALC Horsfall	Ordinary "A"	160	160
	Ordinary "B"	6,525	6,525
Mr BP Knox-Peebles	Ordinary "A"	12,040	12,040
	Ordinary "B"	18,060	18,060
Mr CW Bragg	Ordinary "A"	500	500
	Ordinary "B"	3,750	3,750
Mr WI Lawrie	Ordinary "A"	1,370	1,370
	Ordinary "B"	<u>5,500</u>	<u>5,500</u>

Mr CAC Horsfall is a joint trustee of a non-beneficial holding of 21,340 ordinary "A" shares (2003: 21,340).

Mr GHGC Horsfall is a joint trustee of a non-beneficial holding of 11,100 ordinary "A" shares (2003: 11,100).

WEBSTER & HORSFALL LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2004

RETIREMENT OF DIRECTORS

The following directors are to retire from the board in accordance with the Articles of Association and, being eligible, offer themselves for re-appointment:

Mr CAC Horsfall
Mr GHGC Horsfall
Col JHC Horsfall

FIXED ASSETS

The directors are of the opinion that the market value of the properties at the year end would significantly exceed the net book values included in the financial statements, but they are unable to quantify this excess in the absence of a professional valuation, the costs of which are not considered justifiable in view of the company's intention to retain its existing properties for use in its business for the foreseeable future.

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 at the end of the year and of the profit or loss for the year then ended. In preparing those financial statements, the directors are required to:

select suitable accounting policies, as described on pages 10 to 11, and then apply them consistently;

make judgements and estimates that are reasonable and prudent; and

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. The directors 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.

CLOSE COMPANY PROVISIONS

In the opinion of the directors, the company is a close company within the meaning of S.414 Income and Corporation Taxes Act, 1988 (as amended).

DONATIONS

During the year the company made the following contributions:

	2004	2003
	£	£
Charitable	<u>300</u>	<u>-</u>

WEBSTER & HORSFALL LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2004

AUDITORS

On 1 May 2005, MGI Wenham Major partnership transferred its business to a limited liability partnership, MGI Wenham Major LLP. The directors have consented to extend the audit appointment to MGI Wenham Major LLP from 1 May 2005.

A resolution to re-appoint MGI Wenham Major LLP as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Registered office:
Hay Mills
Birmingham
B25 8DW

Signed on behalf of the directors



PJC Robinson
Director

Approved by the directors on 24 May 2005

WEBSTER & HORSFALL LIMITED
INDEPENDENT AUDITORS' REPORT TO THE COMPANY
PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 5 to 17, together with the financial statements of the company for the year ended 31 December 2004 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' 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 for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act, and the abbreviated accounts on pages 5 to 17 are properly prepared in accordance with those provisions.

MGI Wenham Major LLP

MGI WENHAM MAJOR LLP
Chartered Accountants
& Registered Auditors

89 Cornwall Street
Birmingham
B3 3BY

24 May 2005

WEBSTER & HORSFALL LIMITED
ABBREVIATED PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 DECEMBER 2004

	Note	2004 £	2003 £
GROSS PROFIT		2,426,286	1,527,231
Distribution costs		5,724	6,224
Administrative expenses		<u>1,899,497</u>	<u>1,730,142</u>
OPERATING PROFIT/(LOSS)	2	521,065	(209,135)
Income from shares in group undertakings	5	—	46,946
Income from participating interests	6	4,117	—
Reddiwire loan write off	7	—	261,008
Interest receivable		1,065	1,047
Amounts written off investments	8	—	(5,000)
Interest payable and similar charges	9	—	(11)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		526,247	94,855
Tax on profit on ordinary activities	10	(149,000)	—
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		675,247	94,855
Dividends	11	163,422	58,365
RETAINED PROFIT FOR THE FINANCIAL YEAR		511,825	36,490
Balance brought forward		1,863,394	1,826,904
Balance carried forward		<u>2,375,219</u>	<u>1,863,394</u>

All of the activities of the company are classed as continuing.

The company has no recognised gains or losses other than the results for the year as set out above.

The notes on pages 10 to 17 form part of these abbreviated accounts.

WEBSTER & HORSFALL LIMITED
RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS
YEAR ENDED 31 DECEMBER 2004

	2004	2003
	£	£
Profit for the financial year	675,247	94,855
Dividends	<u>(163,422)</u>	<u>(58,365)</u>
	511,825	36,490
Opening shareholders' equity funds	<u>2,433,743</u>	<u>2,397,253</u>
Closing shareholders' equity funds	<u>2,945,568</u>	<u>2,433,743</u>

The notes on pages 10 to 17 form part of these abbreviated accounts.

WEBSTER & HORSFALL LIMITED

ABBREVIATED BALANCE SHEET

31 DECEMBER 2004


	Note	2004 £	2003 £
FIXED ASSETS			
Tangible assets	12	120,841	142,184
Investments	13	13,341	13,341
		<u>134,182</u>	<u>155,525</u>
CURRENT ASSETS			
Stocks	14	1,540,617	1,272,353
Debtors	15	2,273,936	2,003,398
Cash at bank and in hand		21,686	8,653
		<u>3,836,239</u>	<u>3,284,404</u>
CREDITORS: Amounts falling due within one year	17	<u>1,024,853</u>	<u>1,006,186</u>
NET CURRENT ASSETS		<u>2,811,386</u>	<u>2,278,218</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,945,568</u>	<u>2,433,743</u>
CAPITAL AND RESERVES			
Called-up equity share capital	21	233,461	233,461
Other reserves	22	336,888	336,888
Profit and loss account		<u>2,375,219</u>	<u>1,863,394</u>
SHAREHOLDERS' FUNDS		<u>2,945,568</u>	<u>2,433,743</u>

These abbreviated financial statements have been prepared in accordance with the special provisions for medium-sized companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors on the 24 May 2005 and are signed on their behalf by:

MR PJC ROBINSON

MR CAC HORSFALL

The notes on pages 10 to 17 form part of these abbreviated accounts.

WEBSTER & HORSFALL LIMITED

CASH FLOW STATEMENT

YEAR ENDED 31 DECEMBER 2004

	2004 £	2003 £
NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES	126,518	(235,288)
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		
Income from group undertakings	—	46,946
Income from participating interests	4,117	—
Interest received	1,065	1,047
Interest element of hire purchase	—	(11)
NET CASH INFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE	5,182	47,982
TAXATION	—	9,654
CAPITAL EXPENDITURE		
Payments to acquire tangible fixed assets	(7,700)	(17,009)
Receipts from sale of fixed assets	300	5,200
NET CASH OUTFLOW FROM CAPITAL EXPENDITURE	(7,400)	(11,809)
EQUITY DIVIDENDS PAID	(105,057)	(23,346)
CASH INFLOW/(OUTFLOW) BEFORE FINANCING	19,243	(212,807)
FINANCING		
Capital element of hire purchase	(6,210)	4,819
NET CASH (OUTFLOW)/INFLOW FROM FINANCING	(6,210)	4,819
INCREASE/(DECREASE) IN CASH	13,033	(207,988)

RECONCILIATION OF OPERATING PROFIT/(LOSS) TO NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES

	2004 £	2003 £
Operating profit/(loss)	521,065	(209,135)
Depreciation	29,043	52,962
Profit on disposal of fixed assets	(300)	(5,200)
(Increase)/decrease in stocks	(268,264)	34,940
(Increase)/decrease in debtors	(103,538)	493,941
Decrease in creditors	(51,488)	(863,804)
Adjustment to creditors for non-cash items:		
Reddiwire loan write off	—	261,008
Net cash inflow/(outflow) from operating activities	126,518	(235,288)

The notes on pages 10 to 17 form part of these abbreviated accounts.

WEBSTER & HORSFALL LIMITED

CASH FLOW STATEMENT *(continued)*

YEAR ENDED 31 DECEMBER 2004

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS

	2004	2003
	£	£
Increase/(decrease) in cash in the period	13,033	(207,988)
Cash outflow in respect of hire purchase	<u>6,210</u>	<u>(4,819)</u>
	19,243	(212,807)
Change in net funds	19,243	(212,807)
Net funds at 1 January 2004	2,443	215,250
Net funds at 31 December 2004	<u>21,686</u>	<u>2,443</u>

ANALYSIS OF CHANGES IN NET FUNDS

	At 1 Jan 2004	Cash flows	At 31 Dec 2004
	£	£	£
Net cash:			
Cash in hand and at bank	<u>8,653</u>	<u>13,033</u>	<u>21,686</u>
Debt:			
Hire purchase agreements	<u>(6,210)</u>	<u>6,210</u>	<u>—</u>
Net funds	<u>2,443</u>	<u>19,243</u>	<u>21,686</u>

The notes on pages 10 to 17 form part of these abbreviated accounts.

WEBSTER & HORSFALL LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 DECEMBER 2004

1. ACCOUNTING POLICIES

Basis of accounting

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

Consolidation

In the opinion of the directors, the company and its subsidiary undertakings comprise a medium-sized group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold Property	- Over 40 years
Plant & Machinery	- 10% straight line per annum
Fixtures & Fittings	- 20% straight line per annum
Motor Vehicles	- 25% straight line per annum

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Work in progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account at a constant rate of charge on the balance of capital repayments outstanding.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

WEBSTER & HORSFALL LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 DECEMBER 2004

1. ACCOUNTING POLICIES *(continued)*

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

2. OPERATING PROFIT/(LOSS)

Operating profit/(loss) is stated after charging/(crediting):

	2004	2003
	£	£
Depreciation of owned fixed assets	29,043	50,826
Depreciation of assets held under hire purchase agreements	–	2,136
Profit on disposal of fixed assets	(300)	(5,200)
Auditors' remuneration		
- as auditors	16,876	29,900
- for other services	3,386	2,930
Operating lease costs:		
Plant and equipment	7,943	8,383
Net profit on foreign currency translation	<u>(5,964)</u>	<u>(17,881)</u>

WEBSTER & HORSFALL LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 DECEMBER 2004

3. PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to:

	2004	2003
	No	No
Number of production staff	69	72
Number of distribution staff	12	12
Number of administrative staff	17	16
	<u>98</u>	<u>100</u>

The aggregate payroll costs of the above were:

	2004	2003
	£	£
Wages and salaries	1,899,202	1,828,842
Social security costs	190,709	181,958
Staff pension contributions	106,646	93,730
Other pension costs	2,000	4,122
	<u>2,198,557</u>	<u>2,108,652</u>

4. DIRECTORS' EMOLUMENTS

The directors' aggregate emoluments in respect of qualifying services were:

	2004	2003
	£	£
Emoluments receivable	180,709	183,581
Value of company pension contributions to money purchase schemes	13,043	12,890
	<u>193,752</u>	<u>196,471</u>

The number of directors who accrued benefits under company pension schemes was as follows:

	2004	2003
	No	No
Money purchase schemes	<u>2</u>	<u>2</u>

5. INCOME FROM SHARES IN GROUP UNDERTAKINGS

	2004	2003
	£	£
W & H Canada income	<u>—</u>	<u>46,946</u>

6. INCOME FROM PARTICIPATING INTERESTS

	2004	2003
	£	£
Income from participating interests	<u>4,117</u>	<u>—</u>

WEBSTER & HORSFALL LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 DECEMBER 2004

7. REDDIWIRE LOAN WRITE OFF

During the year ended 31 December 2003 the company waived the inter-company loan with Reddiwire Limited (a 100% owned subsidiary), to the value of £261,008.

8. AMOUNTS WRITTEN OFF INVESTMENTS

	2004	2003
	£	£
Impairment of investment	—	5,000

9. INTEREST PAYABLE AND SIMILAR CHARGES

	2004	2003
	£	£
Finance charges	—	11

10. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2004	2003
	£	£
Current tax:		
UK Corporation tax based on the results for the year at 19% (2003 - 30%)	18,000	—
Total current tax	18,000	—
Deferred tax:		
Origination and reversal of timing differences	(167,000)	—
Tax on profit on ordinary activities	(149,000)	—

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 19% (2003 - 30%).

	2004	2003
	£	£
Profit on ordinary activities before taxation	526,247	94,855
Profit/(loss) on ord actvs by standard rate of tax	99,987	28,457
Expenses not deductible for tax purposes	399	(71,978)
Capital allowances for period in excess of depreciation	(6,385)	(11,262)
Utilisation of tax losses	(76,057)	—
Unrelieved tax losses and other deductions arising in the period	—	71,139
Other short term timing differences	—	(16,356)
Rounding of current year tax provision	56	—
Total current tax (note 10(a))	18,000	—

(c) Factors that may affect future tax charges

There are carried forward tax losses of approximately £770,000 (2003: £415,000).

WEBSTER & HORSFALL LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 DECEMBER 2004

11. DIVIDENDS

The following dividends have been paid or proposed in respect of the year:

	2004 £	2003 £
Proposed dividend on ordinary shares	93,384	35,019
Dividend paid on ordinary shares	70,038	23,346
	<u>163,422</u>	<u>58,365</u>

12. TANGIBLE FIXED ASSETS

	Freehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Total £
COST					
At 1 January 2004	115,536	1,340,108	516,575	485,699	2,457,918
Additions	—	—	—	7,700	7,700
At 31 December 2004	<u>115,536</u>	<u>1,340,108</u>	<u>516,575</u>	<u>493,399</u>	<u>2,465,618</u>
DEPRECIATION					
At 1 January 2004	94,529	1,282,188	494,680	444,337	2,315,734
Charge for the year	—	7,073	5,911	16,059	29,043
At 31 December 2004	<u>94,529</u>	<u>1,289,261</u>	<u>500,591</u>	<u>460,396</u>	<u>2,344,777</u>
NET BOOK VALUE					
At 31 December 2004	<u>21,007</u>	<u>50,847</u>	<u>15,984</u>	<u>33,003</u>	<u>120,841</u>
At 31 December 2003	<u>21,007</u>	<u>57,920</u>	<u>21,895</u>	<u>41,362</u>	<u>142,184</u>

The cost of depreciable assets included in land and buildings at the year end is £94,529.

Hire purchase agreements

Included within the net book value of £120,841 is £Nil (2003 - £14,882) relating to assets held under hire purchase agreements. The depreciation charged to the abbreviated accounts in the year in respect of such assets amounted to £Nil (2003 - £2,136).

WEBSTER & HORSFALL LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 DECEMBER 2004

13. INVESTMENTS

	Reddiwire Limited	Latch and Batchelor Limited	Total
	£	£	£
COST			
At 1 January 2004 and 31 December 2004	<u>1</u>	<u>13,340</u>	<u>13,341</u>
NET BOOK VALUE			
At 31 December 2004	<u>1</u>	<u>13,340</u>	<u>13,341</u>
At 31 December 2003	<u>1</u>	<u>13,340</u>	<u>13,341</u>

The company owns 42.9% of the issued share capital of Latch & Bachelor Limited, a company incorporated in England and Wales. The company manufactures and factors steel wire rope.

The company owns 100% of the issued share capital of Reddiwire Limited, a company incorporated in England and Wales. Reddiwire Limited has been dormant throughout the current accounting period.

	2004 £	2003 £
Aggregate capital and reserves		
Latch & Bachelor Limited	463,818	422,053
Reddiwire Limited	—	—
Profit and (loss) for the year / period		
Latch & Bachelor Limited	41,765	(117,555)
Reddiwire Limited	—	(261,161)

14. STOCKS

	2004 £	2003 £
Raw materials	411,903	198,361
Work in progress	250,687	262,264
Finished goods	878,027	811,728
	<u>1,540,617</u>	<u>1,272,353</u>

15. DEBTORS

	2004 £	2003 £
Trade debtors	1,702,624	1,561,186
Amounts owed by undertakings in which the company has a participating interest	382,454	419,347
Prepayments and accrued income	21,858	22,865
Deferred taxation (note 16)	167,000	—
	<u>2,273,936</u>	<u>2,003,398</u>

WEBSTER & HORSFALL LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 DECEMBER 2004

16. DEFERRED TAXATION

The deferred tax included in the Balance sheet is as follows:

	2004 £	2003 £
Included in debtors (note 15)	<u>167,000</u>	<u>—</u>

The movement in the deferred taxation account during the year was:

	2004 £	2003 £
Profit and loss account movement arising during the year	<u>167,000</u>	<u>—</u>
Balance carried forward	<u>167,000</u>	<u>—</u>

The balance of the deferred taxation account consists of the tax effect of timing differences in respect of:

	2004 £	2003 £
Excess of taxation allowances over depreciation on fixed assets	21,000	—
Tax losses available	<u>146,000</u>	<u>—</u>
	<u>167,000</u>	<u>—</u>

17. CREDITORS: Amounts falling due within one year

	2004 £	2003 £
Trade creditors	567,147	620,744
Corporation tax	18,000	—
Other taxation and social security	194,649	178,597
Hire purchase agreements	—	6,210
Dividends payable	93,384	35,019
Accruals and deferred income	<u>151,673</u>	<u>165,616</u>
	<u>1,024,853</u>	<u>1,006,186</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2004 £	2003 £
Hire purchase agreements	<u>—</u>	<u>6,210</u>

The hire purchase obligation is secured on the asset to which it relates, and is repayable in less than five years.

18. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows:

	2004 £	2003 £
Amounts payable within 1 year	<u>—</u>	<u>6,210</u>
	<u>—</u>	<u>6,210</u>

WEBSTER & HORSFALL LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 DECEMBER 2004

19. PENSIONS

The company operates a defined contribution pension scheme. The funds of the scheme are administered by Trustees and are separate from the company. The company's contribution for the year was £106,646 (2003: £93,730).

20. COMMITMENTS UNDER OPERATING LEASES

At 31 December 2004 the company had annual commitments under non-cancellable operating leases as set out below.

	2004		2003	
	Land & Buildings £	Other Items £	Land & Buildings £	Other Items £
Operating leases which expire:				
Within 1 year	9,865	—	—	2,560
Within 2 to 5 years	—	6,620	21,375	5,823
	<u>9,865</u>	<u>6,620</u>	<u>21,375</u>	<u>8,383</u>

21. SHARE CAPITAL

Authorised share capital:

	2004 £	2003 £
97,982 Ordinary "A" shares of £1 each	97,982	97,982
135,479 Ordinary "B" shares of £1 each	135,479	135,479
	<u>233,461</u>	<u>233,461</u>

Allotted, called up and fully paid:

	2004		2003	
	No	£	No	£
Ordinary "A" shares of £1 each	97,982	97,982	97,982	97,982
Ordinary "B" shares of £1 each	135,479	135,479	135,479	135,479
	<u>233,461</u>	<u>233,461</u>	<u>233,461</u>	<u>233,461</u>

22. OTHER RESERVES

	2004 £	2003 £
Capital redemption reserve	161,539	161,539
Plant replacement reserve balance brought forward	31,000	31,000
Capital reserve balance brought forward	100,000	100,000
General reserve balance brought forward	44,349	44,349
	<u>336,888</u>	<u>336,888</u>