D. W. GENERAL WOOD MACHINISTS LIMITED

AND ITS SUBSIDIARY COMPANY

Company Number 607717

CONSOLIDATED FINANCIAL STATEMENTS

- for the year ended -

31ST AUGUST 1993

Paul Da Costa & Co.,
13/17 High Beech Road,
Loughton, Essex.
IG10 4BN

D. W. GENERAL WOOD MACHINISTS LIMITED

DIRECTORS

E. E. Dossett, Esq.
A. E. Woodley, Esq.
B. Dossett, Esq.
A. Howard, Esq.

SECRETARY

B. Dossett, Esq.

REGISTERED OFFICE

855/857 High Road,
Tottenham,
London.
N17

AUDITORS

Paul Da Costa & Co.,
13/17 High Beech Road,
Loughton,
Essex.
IG10 4BN

BANKERS

Midland Bank PLC,
Central Hall,
Storeys Gate,
Westminster,
London.
SW1P 3AS

D. W. GENERAL WOOD MACHINISTS LIMITED

REPORT OF THE DIRECTORS

FINANCIAL STATEMENTS

The Directors present their report and the audited financial statements of the Group for the year ended 31st August 1993.

ACTIVITIES

The principal activity of the Company is that of wood machinists, wood moulders and general timber merchants.

REVIEW OF BUSINESS

A summary of the Company's results during the trading period is set out in the financial statements.

Group turnover has increased during the year by 25.9% to £2145606. The Directors consider the profit achieved on ordinary activities before taxation to be satisfactory, particularly in the light of current trading conditions.

PROPOSED DIVIDEND

The Directors do not recommend payment of a dividend.

EVENTS SINCE THE END OF YEAR

No events have occurred since the date of the Balance Sheet that are of such significance that they require disclosure.

FUTURE DEVELOPMENTS

The Company does not envisage any future developments outside the normal course of business.

RESEARCH AND DEVELOPMENT

The Company does not carry out a research and development programme.

FIXED ASSETS

All movements in Fixed Assets are disclosed in the Notes to the Financial Statements.

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D. W. GENERAL WOOD MACHINISTS LIMITED

REPORT OF THE DIRECTORS

(Continued)

DIRECTORS AND THEIR INTERESTS

The Directors who held office at the accounting date and their interests in the shares of the Company as shown in the Register of Directors' Interests were as stated below.

	Class of Share	Number Held 1993	1992
E. E. Dossett, Esq.	Ordinary	5416	5416
E. E. Dossett, Esq. (Joint Trustee Grandchildrens Settlement)	Ordinary	3984	4980
A. E. Woodley, Esq.	Ordinary	90	90
B. Dossett, Esq. and Family	Ordinary	16959	16959
A. Howard, Esq. and Family	Ordinary	13359	13559

TAXATION STATUS

The Company is a Close Company as defined by the Income and Corporation Taxes Act 1988.

AUDITORS

In accordance with Section 384 of the Companies Act 1985, a resolution proposing the re-appointment of Messrs. Paul Da Costa & Co., Chartered Accountants as Auditors to the Company will be put to the Annual General Meeting.

BY ORDER OF THE BOARD

Date ....10/2/94........

....B. Dossett....
Secretary

REPORT OF THE AUDITORS TO THE MEMBERS OF D. W. GENERAL WOOD MACHINISTS LIMITED

We have audited the financial statements annexed hereto in accordance with Auditing Standards.

In our opinion, the financial statements give a true and fair view of the state of the Group's affairs at 31st August 1993 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

13/17 High Beech Road,
Loughton, Essex.

Date ....26/2/94....

Paul Da Costa & Co.,
Registered Auditor,
Chartered Accountants.

D. W. GENERAL WOOD MACHINISTS LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST AUGUST 1993

	NOTES	1993 £	1993 £	1992 £	1992 £
TURNOVER	2		925260		751810
COST OF SALES			694681		556408
GROSS PROFIT			230579		195402
OVERHEADS					
Administrative Expenses		105507		110499	
Other Operating Charges		145576		168143	
			251083		278642
OPERATING LOSS	3		(20504)		(83240)
OTHER INCOME					
Interest Receivable		12122		20159	
Rent Received		29503		32933	
Service Charge		60500		60500	
Insurance Claim Received		-		2174	
Miscellaneous		102		-	
			102227		115796
			81723		32556
Interest Payable			1338		1855
PROFIT on Ordinary Activities before taxation			80385		30701
TAXATION	4		18547		1571
PROFIT on Ordinary Activities after taxation			61838		29130
RETAINED PROFIT brought forward			816755		787625
RETAINED PROFIT carried forward			£878593		£816755

D. W. GENERAL WOOD MACHINISTS LIMITED

AND ITS SUBSIDIARY COMPANY

CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST AUGUST 1993

	NOTES	1993 £	1993 £	1992 £	1992 £
TURNOVER	2		2145606		1704050
COST OF SALES			1690325		1288218
GROSS PROFIT			455281		415832
OVERHEADS					
Administrative Expenses		186129		178660	
Other Operating Charges		228423		250004	
			414552		428664
OPERATING PROFIT	3		40729		(12832)
OTHER INCOME					
Interest Receivable		13740		22429	
Rent Received		29503		35147	
Miscellaneous		102		-	
			43345		57576
			84074		44744
Interest Payable			1338		1855
PROFIT on Ordinary Activities before taxation			82736		42889
TAXATION	4		18889		6146
PROFIT on Ordinary Activities after taxation			63847		36743
RETAINED PROFIT brought forward			1208187		1171444
RETAINED PROFIT carried forward			£1272034		£1203187

D. W. GENERAL WOOD MACHINISTS LIMITED

BALANCE SHEET

AS AT 31ST AUGUST 1993

	NOTES	1993		1992	
		£	£	£	£
FIXED ASSETS					
Tangible Assets	5b		776820		811642
Other Assets	5c		7657		7657
			784477		819299
CURRENT ASSETS					
Stocks		70296		85164	
Debtors	6	212364		206465	
Cash at Bank and In Hand		253705		210040	
		536365		501669	
CREDITORS: Amounts due within one year	7	292323		334758	
NET CURRENT ASSETS			244042		166911
TOTAL ASSETS LESS CURRENT LIABILITIES			1028519		986210
CREDITORS: Amounts due after one year	8		-		15498
			1028519		970712
PROVISIONS FOR LIABILITIES AND CHARGES	9		99926		103957
			£928593		£866755
CAPITAL AND RESERVES					
Called up Share Capital	10		50000		50000
Profit and Loss Account	11		878593		816755
			£928593		£866755

Signed on behalf of the Board

.....................................)
) Directors
..........A Howard..........)

D. W. GENERAL WOOD MACHINISTS LIMITED

AND ITS SUBSIDIARY COMPANY

CONSOLIDATED BALANCE SHEET

AS AT 31ST AUGUST 1993

	NOTES	1993 £	1993 £	1992 £	1992 £
FIXED ASSETS	5a				
Tangible Assets			823551		844143
CURRENT ASSETS					
Stocks		373675		349440	
Debtors	6	445235		379990	
Cash at Bank and in Hand		253881		265503	
		1072791		994933	
CREDITORS: Amounts due within one year	7	474382		461434	
NET CURRENT ASSETS			598409		533499
TOTAL ASSETS LESS CURRENT LIABILITIES			1421960		1377642
CREDITORS: Amounts due after one year	8		-		15498
			1421960		1362144
PROVISIONS FOR LIABILITIES AND CHARGES	9		99926		103957
			£1322034		£1258187
CAPITAL AND RESERVES					
Called up Share Capital	10		50000		50000
Profit and Loss Account	11		1272034		1208187
			£1322034		£1258187

Signed on behalf of the Board

A Howard.) Directors

D. W. GENERAL WOOD MACHINISTS LIMITED
AND ITS SUBSIDIARY COMPANY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 1993

1. ACCOUNTING POLICIES

a) Basis of Financial Statements

These financial statements have been prepared under the historical cost convention whereby assets and liabilities are included in the Balance Sheet at or below costs incurred at their dates of acquisition.

b) Turnover

Turnover represents the total invoice value, excluding Value Added Tax, of goods sold and services rendered during the year.

c) Stock

Stock is valued at the lower of cost and estimated net realisable value.

d) Leased Assets

Where assets are financed by leasing or hire purchase agreements, the assets are treated as if they had been purchased. The present value of the minimum lease payments payable during the lease term is capitalised as a tangible asset and the corresponding leasing commitment is included as a liability. Rentals payable are apportioned between interest which is charged to the Profit and Loss Account, and capital which reduces the outstanding commitment.

All other leases are treated as operating leases. Their annual rentals are charged to the Profit and Loss Account on a payable basis.

e) Deferred Taxation

Provision is made for deferred taxation on the liability method for all short term timing differences. Provision is also made for long term timing differences, except to the extent that there is a reasonable probability of the tax not falling due for payment in the foreseeable future. Such tax not provided for is disclosed as a contingent liability.

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D. W. GENERAL WOOD MACHINISTS LIMITED

AND ITS SUBSIDIARY COMPANY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST AUGUST 1993

(Continued)

1. ACCOUNTING POLICIES Contd.

f) Depreciation

Depreciation has been provided using the following rates and bases to reduce by annual instalments the cost of the tangible fixed assets over their estimated useful lives:-

Freehold Properties	-	Over 100 Years
Plant and Machinery	-	Over 6 Years
Fixtures and Fittings	-	10% P. A. Reducing Balance
Motor Vehicles	-	25% P. A. Reducing Balance
Leasehold Property Over 50 Years	-	Over the Life of the Lease

2. TURNOVER

The turnover and profit before taxation is attributable to the one principal activity of the Company.

	Group		Company	
	1993	1992	1993	1992
United Kingdom Sales	£2145606	£1704050	£925260	£751810
	========	========	=======	=======

3. OPERATING PROFIT

	Group		Company	
	1993	1992	1993	1992
This is stated after charging:				
Depreciation of Tangible Fixed Assets	59741	48817	37891	44705
Directors Remuneration	85123	77800	51773	49281
Audit and Accountancy	11050	12853	6500	9253
Staff Costs:				
Wages and Salaries	619659	570600	238272	212461
Social Security Costs	65694	59864	28176	26558
Other Pension Costs	7297	7827	6477	5243
	======	======	======	======

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C. W. GENERAL WOOD MACHINISTS LIMITED
AND ITS SUBSIDIARY COMPANY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 1993

(Continued)

4. TAXATION

United Kingdom Corporation tax has been provided at the rate of 25% based on the results for the year.

	Group		Company	
	1993	1992	1993	1992
U. K. Corporation Tax	22920	15263	22578	10688
Deferred Taxation	(4031)	(9117)	(4031)	(9117)
	£ 18889	£ 6146	£ 18547	£ 1571

5a. TANGIBLE FIXED ASSETS

GROUP	Plant and Equipment	Motor Vehicles	Fixtures and Fittings	Leasehold Property Over 50 Years	Freehold Properties	Total
Cost						
At 1st September 1992	739825	73174	52144	317724	487089	1669956
Additions	24659	16113	255	-	-	41027
Disposals	-	(11910)	-	-	-	(11910)
At 31st August 1993	764484	77377	52399	317724	487089	1699073
Depreciation						
At 1st September 1992	687250	35226	30872	40004	32461	825813
Charge for the Year	36367	13046	2154	3303	4871	59741
Adjustment on Disposal	-	(10032)	-	-	-	(10032)
At 31st August 1993	723617	38240	33026	43307	37332	875522
Net Book Value						
At 31st August 1993	£ 40867	£ 39137	£ 19373	£274417	£449757	£823551
At 31st August 1992	£ 52575	£ 37948	£ 21272	£277720	£454628	£844143

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D. W. GENERAL WOOD MACHINISTS LIMITED

AND ITS SUBSIDIARY COMPANY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST AUGUST 1993

(Continued)

5b. TANGIBLE FIXED ASSETS

COMPANY	Plant and Equipment	Motor Vehicles	Fixtures and Fittings	Leasehold Property Over 50 Years	Freehold Properties	Total
Cost						
At 1st September 1992	239844	45549	52144	317724	487089	1142350
Additions	1000	3000	255	-	-	4255
Disposals	-	(5000)	-	-	-	(5000)
At 31st August 1993	240844	43549	52399	317724	487089	1141605
Depreciation						
At 1st September 1992	211161	16210	30872	40004	32461	330708
Charge for the Year	19775	7788	2154	3303	4871	37891
Adjustment on Disposal	-	(3814)	-	-	-	(3814)
At 31st August 1993	230936	20184	33026	43307	37332	364785
Net Book Value						
At 31st August 1993	£ 9908	£ 23265	£ 19373	£274417	£449757	£776820
At 31st August 1992	£ 28683	£ 29339	£ 21272	£277720	£454628	£811642

5c. FIXED ASSET INVESTMENTS

Investment in Group Undertaking

At 31st August 1993, D. W. General Wood Machinists Limited held 100% of the Issued Share Capital of D. W. Mouldings Limited, a Company incorporated in the United Kingdom, whose principal activities are those of wood moulders and general timber merchants.

	1993	1992
Investment in Subsidiary Company (Unquoted)		
At Cost	£ 7657	£ 7657

The Directors are of the opinion that the market value of the investment is not less than cost.

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D. W. GENERAL WOOD MACHINISTS LIMITED

AND ITS SUBSIDIARY COMPANY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST AUGUST 1993

(Continued)

6. DEBTORS

	Group		Company	
	1993	1992	1993	1992
Trade Debtors	376366	307667	144262	167049
Amounts owed by Group Companies	-	-	32381	-
Prepayments and Accrued Income	57607	63040	29469	33128
Other Debtors	11262	9283	6252	6288
	£445235	£379990	£212364	£206465

7. CREDITORS: Amounts falling due within one year

	Group		Company	
	1993	1992	1993	1992
Trade Creditors	207559	177995	85562	73030
Amounts owed to Group Companies	-	-	-	20520
Social Security and Other Taxes	66119	48471	26421	25777
Directors Loan Accounts	134171	155520	134171	155520
Other Creditors	1330	29466	1330	29466
Accruals and Deferred Income	39810	26036	22261	11074
	448989	437488	269745	315387
Secured Loan	-	1810	-	1810
Taxation	22920	15263	22576	10688
Bank Overdraft	2473	6873	-	6873
	£474382	£461434	£292321	£334758

8. CREDITORS: Amounts falling due after more than one year

	Group		Company	
	1993	1992	1993	1992
Bank Loan Repayable:				
Within 5 Years	-	12245	-	12245
After 5 Years	-	3253	-	3253
	£ -	£ 15498	£ -	£ 15498

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D. W. GENERAL WOOD MACHINISTS LIMITED

AND ITS SUBSIDIARY COMPANY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST AUGUST 1993

(Continued)

9. PROVISIONS FOR LIABILITIES AND CHARGES

	Group		Company	
	1993	1992	1993	1992
Deferred Taxation				
At 1st September 1992	103957	113074	103957	113074
Transfer for the Year	(4031)	(9117)	(4031)	(9117)
	£ 99926	£103957	£ 99926	£103957

The balance at 31st August 1993 represents the full potential liability and is entirely in respect of accelerated capital allowances.

10. CALLED UP SHARE CAPITAL

	Group		Company	
	1993	1992	1993	1992
Authorised				
50000 Ordinary Shares of £1 each	£ 50000	£ 50000	£ 50000	£ 50000
Issued and Fully Paid				
50000 Ordinary Shares of £1 each	£ 50000	£ 50000	£ 50000	£ 50000

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11a. PROFIT AND LOSS ACCOUNT

	Group		Company	
	1993	1992	1993	1992
At 1st September 1992	1210844	1174101	816755	787625
Profit for the Year	58998	36743	57807	29130
	1269842	1210844	874562	816755
Goodwill Written off to Reserves	2657	2657	-	-
	£1267185	£1208187	£874562	£816755

	1993	1992
Holding Company	874562	816755
Subsidiary Company	395280	394089
	1269842	1210844
Goodwill Written Off to Reserves	2657	2657
	£1267185	£1208187

11b. PROFIT ATTRIBUTABLE TO MEMBERS OF THE HOLDING COMPANY

	1993	1992
Dealt within the Accounts of the Holding Company	57807	29130
Retained by Subsidiary Company	1191	7613
	£ 58998	£ 36743

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D. W. GENERAL WOOD MACHINISTS LIMITED

AND ITS SUBSIDIARY COMPANY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST AUGUST 1993

(Continued)

12. PARTICULARS OF EMPLOYEES

	Group		Company	
	1993	1992	1993	1992
The average number of persons employed during the year was:				
Office and Management	5	7	4	4
Production and Sales	56	53	19	16
	61	60	23	20

13. DIRECTORS REMUNERATION

Directors Remuneration for the year was as follows:

	1993	1992
Directors Fees	£ 85123	£ 77800

The Remuneration of the Directors fell within the following ranges:

	1993	1992
£ 1 - £ 5000	1	1
£ 5001 - £ 10000	-	-
£ 10001 - £ 20000	-	-
£ 20001 - £ 30000	2	3

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14. CONTINGENT LIABILITIES

The Company has entered into cross guarantees in respect of bank borrowings of its subsidiary, the maximum liability under which amounted to nil (1992 - nil) at the Balance Sheet date.

The Group has provided a guarantee to Midland Bank in respect of duty deferment to H. M. Customs and Excise, the maximum liability under which amounts to £1000 (1992 - £1000).

15. PENSION COMMITMENTS

The Group operates a defined contribution pension plan for certain of its senior employees, the cost of which are calculated annually and charged in the Profit and Loss Account when they arise. Costs for 1993 amounted to £7297 (1992 - £7527)

16. CHARGED ASSETS

Midland Bank PLC, hold a second mortgage in respect of the Group's leasehold property at Sandy. In addition, the bank also hold a fixed charge against the Group's book debts in relation to any bank borrowings. Borrowings at 31st August 1993 amounted to nil (1992 - nil).

The Rural Development Commission hold a first mortgage in respect of the Group's leasehold property at Sandy in relation to total loans outstanding at 31st August 1993 of nil (1992 - £18851).

Companies House

NOTICE OF ILLEGIBLE DOCUMENT

ON THE MICROFICHE RECORD

Companies House regrets that the microfiche record for this company contains some data which is illegible.

The poor quality has been noted but unfortunately the steps taken to improve the quality have been unsuccessful.

Companies House would like to apologise for any inconvenience this may cause.