

REGISTERED NUMBER: 01465509 (England and Wales)

**ABBREVIATED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30TH JUNE 2002**

**FOR**

**RIGIBORE LIMITED**



**RIGIBORE LIMITED**

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**FOR THE YEAR ENDED 30TH JUNE 2002**

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**RIGIBORE LIMITED**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 30TH JUNE 2002**

<b>DIRECTORS:</b>	R Bassett Mrs R Bassett A Bassett T I Negus
<b>SECRETARY:</b>	P Bamford
<b>REGISTERED OFFICE:</b>	5 Guildford Industrial Estate Ventonleague Hayle Cornwall TR27 4BA
<b>REGISTERED NUMBER:</b>	01465509 (England and Wales)
<b>AUDITORS:</b>	Lang Bennetts Chartered Accountants Registered Auditors 36 Lemon Street Truro Cornwall TR1 2NR
<b>BANKERS:</b>	Barclays Bank Plc Penryn Street Redruth Cornwall

## **RIGIBORE LIMITED**

### **REPORT OF THE DIRECTORS** **FOR THE YEAR ENDED 30TH JUNE 2002**

The directors present their report with the financial statements of the company for the year ended 30th June 2002.

#### **PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of the manufacture of tooling equipment.

#### **REVIEW OF BUSINESS**

The results for the year and financial position of the company are as shown in the annexed financial statements.

#### **DIVIDENDS**

No dividends will be distributed for the year ended 30th June 2002.

#### **RESEARCH AND DEVELOPMENT**

As confirmed by notes 1 and 7 the company continues to be involved in research and development projects.

#### **DIRECTORS**

The directors during the year under review were:

R Bassett  
Mrs R Bassett  
A Bassett  
T I Negus

The directors holding office at 30th June 2002 did not hold any beneficial interest in the issued share capital of the company at 1st July 2001 or 30th June 2002.

#### **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.

#### **AUDITORS**

The auditors, Lang Bennetts, will be proposed for re-appointment in accordance with Section 385A of the Companies Act 1985.

#### **ON BEHALF OF THE BOARD:**

.....*P. Bamford*

P Bamford - SECRETARY

Dated: 16th December 2002

**RIGIBORE LIMITED**  
**REPORT OF THE INDEPENDENT AUDITORS TO**  
**RIGIBORE LIMITED**  
**UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated financial statements on pages four to sixteen, together with the full financial statements of the company for the year ended 30th June 2002 prepared under Section 226 of the Companies Act 1985.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated financial statements 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 financial statements prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with that provision and to 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 financial statements and that the abbreviated financial statements 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 full financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated financial statements on pages four to sixteen are properly prepared in accordance with that provision.

Lang Bennetts  
Chartered Accountants  
Registered Auditors  
36 Lemon Street  
Truro  
Cornwall  
TR1 2NR

Dated: 16th December 2002

**RIGIBORE LIMITED****ABBREVIATED PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 30TH JUNE 2002**

	Notes	2002		2001	
		£	£	£	£
<b>GROSS PROFIT</b>			593,966		699,563
Administrative expenses			581,476		576,649
<b>OPERATING PROFIT</b>	3		12,490		122,914
Interest receivable and similar income			-		34
			12,490		122,948
Interest payable and similar charges	4		7,804		8,528
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>			4,686		114,420
Tax on profit on ordinary activities	5		1,198		115,098
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION</b>			3,488		(678)
Dividends	6		-		5,250
			3,488		(5,928)
Retained profit brought forward:					
As previously reported		131,655		26,012	
Prior year adjustments	7	(111,571)		-	
As restated			20,084		26,012
<b>RETAINED PROFIT CARRIED FORWARD</b>			<u>£23,572</u>		<u>£20,084</u>

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current and previous years.

The notes form part of these financial statements

**RIGIBORE LIMITED**

**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES**  
**FOR THE YEAR ENDED 30TH JUNE 2002**

	<u>2002</u>	<u>2001</u>
	<u>£</u>	<u>£</u>
PROFIT/(LOSS) FOR THE FINANCIAL YEAR	3,488	(678)
	<hr/>	<hr/>
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	3,488	<u>£(678)</u>
		<hr/>
Prior year adjustment	Note 8	
	(111,571)	
	<hr/>	
TOTAL GAINS AND LOSSES RECOGNISED SINCE LAST ANNUAL REPORT	<u>£(108,083)</u>	

The notes form part of these financial statements

**RIGIBORE LIMITED**  
**ABBREVIATED BALANCE SHEET**  
**30TH JUNE 2002**

		2002		2001	
	Notes	£	£	£	£
<b>FIXED ASSETS:</b>					
Intangible assets	8		243,667		209,458
Tangible assets	9		586,174		682,155
			<u>829,841</u>		<u>891,613</u>
<b>CURRENT ASSETS:</b>					
Stocks	10	247,829		212,206	
Debtors	11	423,984		437,836	
Cash at bank and in hand		112,235		65,060	
		<u>784,048</u>		<u>715,102</u>	
<b>CREDITORS:</b> Amounts falling due within one year	12	655,207		618,215	
<b>NET CURRENT ASSETS:</b>			<u>128,841</u>		<u>96,887</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>			958,682		988,500
<b>CREDITORS:</b> Amounts falling due after more than one year	13		(369,610)		(406,845)
<b>PROVISIONS FOR LIABILITIES AND CHARGES:</b>	15		(115,500)		(111,571)
			<u>£473,572</u>		<u>£470,084</u>
<b>CAPITAL AND RESERVES:</b>					
Called up share capital	16		450,000		450,000
Profit and loss account			23,572		20,084
<b>SHAREHOLDERS' FUNDS:</b>	20		<u>£473,572</u>		<u>£470,084</u>

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

**ON BEHALF OF THE BOARD:**

  
 R Bassett - DIRECTOR

Approved by the Board on 16th December 2002

The notes form part of these financial statements

**RIGIBORE LIMITED**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30TH JUNE 2002**

		2002		2001	
	Notes	£	£	£	£
Net cash inflow from operating activities	1		196,873		367,400
Returns on investments and servicing of finance	2		(7,804)		(8,494)
Taxation			1,295		(26,078)
Capital expenditure	2		(79,464)		(138,572)
Equity dividends paid			-		(5,250)
			<u>110,900</u>		<u>189,006</u>
Financing	2		(63,725)		(120,335)
Increase in cash in the period			<u><u>£47,175</u></u>		<u><u>£68,671</u></u>
<hr/>					
Reconciliation of net cash flow to movement in net debt	3				
Increase in cash in the period			<u>47,175</u>		<u>68,671</u>
Cash outflow from decrease in debt and lease financing			<u>63,725</u>		<u>120,335</u>
Change in net debt resulting from cash flows			110,900		189,006
New finance leases			-		(144,447)
Movement in net debt in the period			<u>110,900</u>		<u>44,559</u>
Net debt at 1st July			<u>(86,464)</u>		<u>(131,023)</u>
Net funds/(debt) at 30th June			<u><u>£24,436</u></u>		<u><u>£(86,464)</u></u>

The notes form part of these financial statements

**RIGIBORE LIMITED**

**NOTES TO THE CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30TH JUNE 2002**

**1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	2002 £	2001 £
Operating profit	12,490	122,914
Depreciation charges	141,236	131,998
(Increase)/Decrease in stocks	(35,623)	56,980
Decrease in debtors	13,852	54,137
Increase in creditors	64,918	1,371
	<hr/>	<hr/>
<b>Net cash inflow from operating activities</b>	<b>196,873</b>	<b>367,400</b>
	<hr/> <hr/>	<hr/> <hr/>

**2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

	2002 £	2001 £
<b>Returns on investments and servicing of finance</b>		
Interest received	-	34
Interest element of hire purchase or finance lease rentals payments	(7,804)	(8,528)
	<hr/>	<hr/>
<b>Net cash outflow for returns on investments and servicing of finance</b>	<b>(7,804)</b>	<b>(8,494)</b>
	<hr/> <hr/>	<hr/> <hr/>
<b>Capital expenditure</b>		
Purchase of intangible fixed assets	(64,386)	(76,079)
Purchase of tangible fixed assets	(15,078)	(64,837)
Sale of tangible fixed assets	-	2,344
	<hr/>	<hr/>
<b>Net cash outflow for capital expenditure and financial investment</b>	<b>(79,464)</b>	<b>(138,572)</b>
	<hr/> <hr/>	<hr/> <hr/>
<b>Financing</b>		
Hire purchase contracts	(63,725)	(120,335)
	<hr/>	<hr/>
<b>Net cash outflow from financing</b>	<b>(63,725)</b>	<b>(120,335)</b>
	<hr/> <hr/>	<hr/> <hr/>

**RIGIBORE LIMITED**

**NOTES TO THE CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30TH JUNE 2002**

**3. ANALYSIS OF CHANGES IN NET DEBT**

	At 1/7/01 £	Cash flow £	At 30/6/02 £
Net cash:			
Cash at bank and in hand	65,060	47,175	112,235
	<u>65,060</u>	<u>47,175</u>	<u>112,235</u>
Debt:			
Hire purchase or finance leases	(151,524)	63,725	(87,799)
	<u>(151,524)</u>	<u>63,725</u>	<u>(87,799)</u>
Total	<u>(86,464)</u>	<u>110,900</u>	<u>24,436</u>
<b>Analysed in Balance Sheet</b>			
Cash at bank and in hand	65,060		112,235
Hire purchase or finance leases			
within one year	(71,376)		(48,896)
after one year	(80,148)		(38,903)
	<u>(86,464)</u>		<u>24,436</u>

## **RIGIBORE LIMITED**

### **NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS** **FOR THE YEAR ENDED 30TH JUNE 2002**

#### **1. ACCOUNTING POLICIES**

##### **Basis of accounting**

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

##### **Turnover**

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

##### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computers	- 25% straight line
Development costs	- over the estimated useful life
Patents	- 20% straight line
Licences	- 20% straight line

##### **Stocks and work in progress**

Stocks and work in progress are valued at the lower of cost and net realisable value.

##### **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 transaction. Exchange differences are taken into account in arriving at the operating result.

##### **Leases and hire purchases contracts**

Tangible fixed assets acquired under hire purchase contracts are capitalised at the date of inception of each contract. The total finance charges are allocated over the period of the contract in such a way as to give a reasonably constant charge on the outstanding liability.

Rentals paid under operating leases are charged to income as incurred.

##### **Pensions - defined contributions scheme**

Contributions are paid to the parent company which operates a group scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the group scheme.

##### **Government grants**

Grants received are recognised in the profit and loss account to match with the expenditure towards which the grants are intended to contribute. Grants received in respect of capital costs are deferred and released to the profit and loss account over the expected useful economic lives of the related assets.

##### **Research and development**

Expenditure on research and development incurred in the year other than on fixed assets is charged against profit. Expenditure on scientific development is capitalised and written off over the estimated useful lives of the relevant projects.

**RIGIBORE LIMITED**

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE 2002**

**2. STAFF COSTS**

	2002	2001
	£	£
Wages and salaries	448,581	463,909
Social security costs	34,686	44,415
Other pension costs	13,450	11,859
	<u>496,717</u>	<u>520,183</u>

The average monthly number of employees during the year was as follows:

	2002	2001
Production staff	15	18
Office and management	9	9
	<u>24</u>	<u>27</u>

The company operates a defined contribution scheme. 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 to the fund and amounted to £13,450 (2001 £11,859) including contributions in respect of employees. There were no contributions payable to the fund at 30th June 2002 (2001 nil)

**3. OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	2002	2001
	£	£
Depreciation - owned assets	61,223	66,730
Depreciation - assets on hire purchase contracts or finance leases	49,836	34,780
Development costs written off	30,000	30,000
Patents and licences written off	177	488
Auditors' remuneration	3,675	4,950
Rent	27,144	27,144
Loss/(profit) on foreign exchange	939	(918)
	<u>32,953</u>	<u>61,084</u>
Directors' emoluments	713	713
Directors' pension contributions to money purchase schemes		

**4. INTEREST PAYABLE AND SIMILAR CHARGES**

	2002	2001
	£	£
Hire purchase	<u>7,804</u>	<u>8,528</u>

**RIGIBORE LIMITED**

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE 2002**

**5. TAXATION**

**Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the year was as follows:

	2002 £	2001 £
Current tax:		
UK corporation tax	-	1,436
Group relief	(2,736)	2,087
Under provision in earlier year	5	4
	<u>(2,731)</u>	<u>3,527</u>
Total current tax		
	<u>(2,731)</u>	<u>3,527</u>
Deferred tax:		
Deferred taxation	3,929	111,571
Tax on profit on ordinary activities	<u>1,198</u>	<u>115,098</u>

UK corporation tax has been charged at 19.75% (2001 - 18.48%).

**6. DIVIDENDS**

	2002 £	2001 £
Equity shares:		
Dividend paid	<u>-</u>	<u>5,250</u>

**7. PRIOR YEAR ADJUSTMENTS**

The following prior year adjustment has been applied following the issue of FRS19 Deferred Tax. Adjustment to year ended 30th June 2001:

Deferred Tax Liability    £111,571

**RIGIBORE LIMITED**

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE 2002**

**8. INTANGIBLE FIXED ASSETS**

	Development costs	Patents and licences	Totals
	£	£	£
<b>COST:</b>			
At 1st July 2001	323,366	15,158	338,524
Additions	64,386	-	64,386
At 30th June 2002	387,752	15,158	402,910
<b>AMORTISATION:</b>			
At 1st July 2001	114,531	14,535	129,066
Charge for year	30,000	177	30,177
At 30th June 2002	144,531	14,712	159,243
<b>NET BOOK VALUE:</b>			
At 30th June 2002	243,221	446	243,667
At 30th June 2001	208,835	623	209,458

**9. TANGIBLE FIXED ASSETS**

	Plant and machinery	Fixtures and fittings	Motor vehicles	Totals
	£	£	£	£
<b>COST:</b>				
At 1st July 2001	1,602,782	165,745	15,326	1,783,853
Additions	2,789	12,289	-	15,078
At 30th June 2002	1,605,571	178,034	15,326	1,798,931
<b>DEPRECIATION:</b>				
At 1st July 2001	959,905	132,529	9,264	1,101,698
Charge for year	96,558	12,986	1,515	111,059
At 30th June 2002	1,056,463	145,515	10,779	1,212,757
<b>NET BOOK VALUE:</b>				
At 30th June 2002	549,108	32,519	4,547	586,174
At 30th June 2001	642,877	33,216	6,062	682,155

**RIGIBORE LIMITED**

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE 2002**

**9. TANGIBLE FIXED ASSETS - continued**

Fixed assets, included in the above, which are held under hire purchase contracts or finance leases are as follows:

	Plant and machinery
	£
<b>COST:</b>	
At 1st July 2001 and 30th June 2002	522,967
<b>DEPRECIATION:</b>	
At 1st July 2001	190,727
Charge for year	49,836
At 30th June 2002	240,563
<b>NET BOOK VALUE:</b>	
At 30th June 2002	282,404
At 30th June 2001	332,240

**10. STOCKS**

	2002 £	2001 £
Work in progress	45,458	39,272
Finished goods	202,371	172,934
	<u>247,829</u>	<u>212,206</u>

**11. DEBTORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

	2002 £	2001 £
Value added tax	6,407	-
Trade debtors	121,447	155,304
Prepayments	20,419	20,441
Group undertakings	275,711	262,091
	<u>423,984</u>	<u>437,836</u>

**RIGIBORE LIMITED**

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE 2002**

**12. CREDITORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

	2002	2001
	£	£
Trade creditors	66,857	71,009
Hire purchase	48,896	71,376
Group undertakings	491,356	438,884
Social security and other taxes	8,768	12,995
Taxation	-	1,436
Accrued expenses	39,330	22,515
	<u>655,207</u>	<u>618,215</u>

**13. CREDITORS: AMOUNTS FALLING  
DUE AFTER MORE THAN ONE YEAR**

	2002	2001
	£	£
Hire purchase	38,903	80,148
Group undertakings	300,000	300,000
Deferred government grants	30,707	26,697
	<u>369,610</u>	<u>406,845</u>

**14. SECURED DEBTS**

The following secured debts are included within creditors:

	2002	2001
	£	£
Hire purchase	<u>87,799</u>	<u>151,524</u>

**15. PROVISIONS FOR LIABILITIES AND CHARGES**

	2002	2001
	£	£
Deferred taxation	<u>115,500</u>	<u>111,571</u>

	Deferred tax
	£
Balance at 1st July 2001	111,571
Movement in year	3,929
	<u>115,500</u>
Balance at 30th June 2002	

**16. CALLED UP SHARE CAPITAL**

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	2002	2001
			£	£
450,000	Ordinary	£1	<u>450,000</u>	<u>450,000</u>

**RIGIBORE LIMITED**

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE 2002**

**17. ULTIMATE PARENT COMPANY**

The company's ultimate holding company at the balance sheet date was Bassett Group Limited a company incorporated in England.

**18. CONTINGENT LIABILITIES**

The company has given cross guarantees in respect of bank borrowings of other group undertakings which as at 30th June 2002 totalled £231,506.

**19. RELATED PARTY DISCLOSURES**

During the year ended 30th June 2002 the following inter company transactions took place with other Group companies:-

	Basset Group £	Rigibore Inc £
Income		
Management charge	-	30,318
Expenses		
Management charge	83,821	-
Rent	27,144	-

**20. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	2002 £	2001 £
Profit/(Loss) for the financial year	3,488	(678)
Dividends	-	(5,250)
<b>Net addition/(reduction) to shareholders' funds</b>	<b>3,488</b>	<b>(5,928)</b>
Opening shareholders' funds (originally £581,655 before prior year adjustment of £(111,571))	470,084	476,012
<b>Closing shareholders' funds</b>	<b>473,572</b>	<b>470,084</b>
Equity interests	473,572	470,084