

Company Registration No. 1479040 (England and Wales)

EMLYN CANVAS AND CORDAGE COMPANY LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2004



EMLYN CANVAS AND CORDAGE COMPANY LIMITED

COMPANY INFORMATION

| | |
|--------------------------|---|
| Directors | P H Attwooll J A Attwooll N P Attwooll S G Attwooll |
| Secretary | T G Wixey |
| Company number | 1479040 |
| Registered office | Whitminster Lodge Whitminster Gloucestershire GL2 7LX |
| Auditors | Hazlewoods LLP Windsor House Barnett Way Barnwood Gloucester GL4 3RT |
| Business address | Granville Square Newport Gwent NP9 2AB |
| Bankers | HSBC 3 High Street Stonehouse Glos GL10 2NG |

EMLYN CANVAS AND CORDAGE COMPANY LIMITED

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EMLYN CANVAS AND CORDAGE COMPANY LIMITED

DIRECTORS' REPORT

for the year ended 31 December 2004

The directors present their report and financial statements for the year ended 31 December 2004.

Principal activities

The company has been dormant throughout the year. There have been no movements in reserves during the year. The directors have no plans to recommence trading in the foreseeable future.

Directors

The following directors have held office since 1 January 2004:

P H Attwooll
J A Attwooll
N P Attwooll
S G Attwooll

Directors' interests

The directors' interests in the shares of the company were as stated below:

| | Ordinary shares of £ 1 each | |
|--------------|-----------------------------|----------------|
| | 31 December 2004 | 1 January 2004 |
| J A Attwooll | - | - |
| N P Attwooll | - | - |
| P H Attwooll | - | - |
| S G Attwooll | - | - |

The directors hold no interest in the shares of the company. The directors interests in the shares of the ultimate parent company John Attwooll and Company (Tents) Limited are shown in that company's financial statements.

Auditors

Hazlewoods LLP were appointed auditors to the company and in accordance with section 385 of the Companies Act 1985, a resolution proposing that they be re-appointed will be put to the Annual General Meeting.

EMLYN CANVAS AND CORDAGE COMPANY LIMITED

DIRECTORS' REPORT (CONTINUED) for the year ended 31 December 2004

Directors' responsibilities

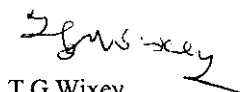
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- 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.

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

By order of the board



T G Wixey
Secretary

13 September 2005

EMLYN CANVAS AND CORDAGE COMPANY LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF EMLYN CANVAS AND CORDAGE COMPANY LIMITED

We have audited the financial statements of Emlyn Canvas and Cordage Company Limited on pages 4 to 7 for the year ended 31 December 2004. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out herein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors and auditors

As described in the statement of directors' responsibilities on page 2 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Hazlewoods LLP

13 September 2005

Chartered Accountants

Windsor House
Barnett Way
Barnwood
Gloucester
GL4 3RT

Registered Auditor

EMLYN CANVAS AND CORDAGE COMPANY LIMITED

PROFIT AND LOSS ACCOUNT for the year ended 31 December 2004

| | Notes | 2004 £ | 2003 £ |
|---|-------|-----------|-------------|
| Turnover | | - | 409,598 |
| Cost of sales | | - | (237,082) |
| Gross (loss)/profit | | - | 172,516 |
| Administrative expenses | | - | (71,294) |
| Operating (loss)/profit | | - | 101,222 |
| Other interest receivable and similar income | | - | 32,954 |
| (Loss)/profit on ordinary activities before taxation | | - | 134,176 |
| Tax on (loss)/profit on ordinary activities | 2 | - | (23,484) |
| (Loss)/profit on ordinary activities after taxation | | - | 110,692 |
| Dividends | | - | (1,668,403) |
| Retained loss for the year | 5 | - | (1,557,711) |

EMLYN CANVAS AND CORDAGE COMPANY LIMITED

BALANCE SHEET

as at 31 December 2004

| | | 2004 | 2003 |
|--|-------|--------------|------------------|
| | Notes | £ | as restated £ |
| Current assets | | | |
| Debtors | 3 | 6,694 | 6,694 |
| Total assets less current liabilities | | <u>6,694</u> | <u>6,694</u> |
| Capital and reserves | | | |
| Called up share capital | 4 | 200 | 200 |
| Other reserves | 5 | 6,494 | 6,494 |
| Shareholders' funds | | <u>6,694</u> | <u>6,694</u> |

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

The financial statements were approved by the Board on 13 September 2005


P H Attwooll
Director

EMLYN CANVAS AND CORDAGE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2004

1 Accounting policies

1.1 Accounting convention

The financial statements have been prepared under the historical cost convention, adopting the following principal accounting policies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Turnover

Turnover represents the amounts excluding value added tax receivable during the year for goods and services supplied.

| 2 | Taxation | 2004 £ | 2003 £ |
|---|--|-----------|---------------|
| | U.K. current year taxation | | |
| | U.K. corporation tax at 0% (2003- 19%) | - | 26,088 |
| | Deferred taxation | - | (2,604) |
| | | <u>-</u> | <u>23,484</u> |

| 3 | Debtors | 2004 £ | 2003 £ |
|---|--------------------|--------------|--------------|
| | Group undertakings | <u>6,694</u> | <u>6,694</u> |

| 4 | Share capital | 2004 £ | 2003 £ |
|---|------------------------------------|---------------|---------------|
| | Authorised | | |
| | 10,000 Ordinary shares of £1 each | <u>10,000</u> | <u>10,000</u> |
| | Allotted, called up and fully paid | | |
| | 200 Ordinary shares of £1 each | <u>200</u> | <u>200</u> |

EMLYN CANVAS AND CORDAGE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 December 2004

5 Statement of movements on reserves

| | Other reserves as restated (see below) £ | Profit and loss account £ |
|---|---|---------------------------------|
| Balance at 1 January 2004 and 31 December 2004 | 6,494 | - |
| Other reserves | | |
| Capital redemption reserve | | |
| Balance at 1 January 2004 & at 31 December 2004 | 6,494 | 6,494 |

Reserves have been restated to reflect the reversal of an error processed in 2003 to transfer the capital redemption reserve to the company's parent undertaking, John Attwooll & Company (Tents) Limited. The balance owed by the parent undertaking as been correspondingly adjusted.

6 Control

The ultimate parent company is Attwooll Holdings Limited, a company which is registered in England and Wales.

The company is controlled by the directors by virtue of their holdings in Attwooll Holdings Limited.