

COMPANY No:
2488919

Caplugs Ltd

Annual report

for the year ended 28 February 2002

Registered no: 2488919



Caplugs Limited

Annual report for the year ended 28 February 2002

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Caplugs Limited

Directors' report for the year ended 28 February 2002

The directors present their report and the audited financial statements for the year ended 28 February 2002.

Principal activities

The company distributes protective caps and closures in the UK and Europe and has an exclusive distribution agreement with Caplugs LLC.

Review of business and future developments

The profit and loss account for the year is set out on page 4.

The restructuring of the business that has taken place since the change in ownership has strengthened the company and improved its basic profitability.

We are anticipating an improved profit for the coming year and are planning to broaden its operating base.

Results and dividends

The company made a profit of £4,647 (2001- £2,716) which will be taken to reserves.

Directors and directors' interests

The directors of the company, all of whom served during the year except where noted, together with their interest in the shares were as follows:

P A Mutton

C J Turner (appointed 20 November 2001)

G Long (resigned 20 November 2001)

K Hanley (resigned 20 November 2001)

M Nelson(resigned 20 November 2001)

P A Mutton is the controlling shareholder in Mark IV plc which owns 72,500 A shares (2001 10,000)of the company.

C J Turner owns 72,500 B shares of the company (2001 nil)

**Directors' report
for the year ended 28 February 2002 (continued)**

Introduction of the Euro

The directors confirm that the existing systems have a multi-currency facility and as a consequence are able to handle the Euro and its implications.

Directors' responsibilities

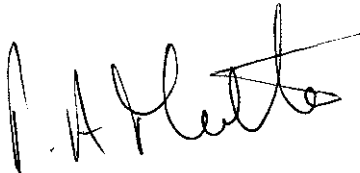
The directors are required by UK company law to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the company as at the end of the financial year and of the profit or loss of the company for that period.

The directors confirm that suitable accounting policies have been used and applied consistently and reasonable and prudent judgements and estimates have been made in the preparation of the financial statements for the year ended 28 February 2002. The directors also confirm that applicable accounting standards have been followed and that the financial statements have been prepared on the going concern basis.

The directors are responsible for keeping proper accounting records, for taking reasonable steps to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

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

By order of the board

P.A. Mutton 
Director

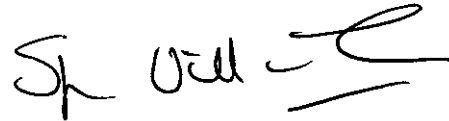
16 December 2002

**Accountants' report on the unaudited
accounts to the directors of Caplugs Limited**

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As described on the balance sheet, you are responsible for the preparation of the accounts for the year ended 28 February 2002 set out on pages 4 to 11 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

**Planet House
1 The Drive
Hove
East Sussex
BN3 3JE**

A handwritten signature in dark ink, appearing to read 'Spiro Williams', with a stylized flourish at the end.

**SPIRO WILLIAMS & CO.
CHARTERED ACCOUNTANTS**

16th December 2002

**Profit and loss account
for the year ended 28 February 2002**

	Notes	£	2002 £	£	2001 £
Turnover	2		395,759		394,314
Cost of sales			274,443		267,397
Gross Profit			<u>121,316</u>		<u>126,917</u>
Net operating expenses					
Distribution costs		23,501		23,342	
Administrative expenses		92,802	116,303	100,859	124,201
		<u> </u>	<u> </u>	<u> </u>	<u> </u>
Operating profit on ordinary activities before taxation and interest	4		5,013		2,716
Interest payable			366		-
			<u> </u>		<u> </u>
Profit on ordinary activities after interest before taxation			4,647		2,716
Tax on profit on ordinary activities	5		-		-
			<u> </u>		<u> </u>
Retained profit for the financial year			4,647		2,716
			<u> </u>		<u> </u>

Note:

All of the company's operations are classed as continuing

The company has no recognised gains and losses other than the losses/profits above and therefore no separate statement of total recognised gains and losses has been presented.

There is no difference between the (loss)/profit on ordinary activities before taxation and the retained (loss)/profit for the year stated above, and their historical equivalents.

Caplugs Limited

Balance sheet at 28 February 2002

	Notes	2002 £	2001 £
Fixed Assets			
Tangible assets	6	11,802	1,095
Current Assets			
Stocks		78,107	109,883
Debtors	7	79,537	94,465
Cash at bank and in hand		31,788	20,991
		<u>189,432</u>	<u>225,339</u>
Creditors : amounts falling due within one year	8	79,761	329,108
Net current assets/(liabilities)		<u>109,671</u>	<u>(103,679)</u>
Total assets less current liabilities		<u>121,473</u>	<u>(102,674)</u>
Long-term liabilities	9	94,500	-
Net assets/(liabilities)		<u>26,973</u>	<u>(102,674)</u>
Capital and reserves			
Called-up share capital	10	145,000	20,000
Profit and loss account	11	(118,027)	(122,674)
Equity shareholders' funds	12	<u>£ 26,973</u>	<u>£ (102,674)</u>

In approving these accounts as directors of the company we hereby confirm:

- that for the year in question the company was entitled to the exemption conferred by section 249A(1) of the Companies Act 1985;
- that no notice has been deposited at the registered office of the company pursuant to section 249B(2) requesting that an audit be conducted for the year to 28 February 2002;
- that we acknowledge our responsibilities for :
 - ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985
 - preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the period then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Acts relating to accounts, so far as applicable to the company.

The financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

The financial statements on pages 4 to 11 were approved by the board of directors on 16th December 2002 and were signed on its behalf by:

P.A. MUTTON -

DIRECTOR

P.A. Mutton
DIRECTOR

**Notes to the financial statements
for the year ended 28 February 2002****1 Principal accounting policies**

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

Basis of accounting

The financial statements are prepared in accordance with the historical cost convention.

The financial statements have been prepared on a going concern basis which assumes that the company will continue in existence for the foreseeable future.

Turnover

Turnover represents the invoiced value of goods and services supplied excluding value added tax.

Tangible fixed assets

The cost of tangible fixed assets is their purchase cost, together with any incidental costs of acquisition. Depreciation is calculated to write off the cost of tangible fixed assets less estimated residual values, on a straight line basis over the expected useful economic lives of the assets concerned.

The principal annual rates used for this purpose are:

Office equipment	25 - 50%
Plant and equipment	10%

Stocks

Stocks are stated at the lower of cost or net realisable value. Cost represents all direct costs and attributable overheads incurred in bringing the stocks to their present state and location.

Foreign currencies

Foreign currency assets and liabilities are translated at the rate of exchange in effect at the balance sheet date. Profit and loss account items are translated at rates of exchange ruling at the time the transaction was made unless governed by a contractual pre-determined rate of exchange. Foreign exchange differences are reflected within the results from ordinary activities.

Operating leases

Amounts in respect of short-term hire (operating leases) are absorbed into the profit and loss account as incurred. These leases are ones which do not pass the risks and rewards of ownership to the lessee.

Pension scheme arrangements

The company does not operate a pension scheme.

Caplugs Limited

Notes to the financial statements for the year ended 28 February 2002 (continued)

1 Principal accounting policies (continued)

Deferred Taxation

Deferred tax arises as a result of including items of income and expenditure in taxation computations in periods different from those in which they are included in the company's accounts. Deferred tax is provided in full on timing differences which result in an obligation to pay more (or less) tax at a future date, at the average tax rates that are expected to apply when the timing differences reverse, based on current tax rates and laws.

Deferred tax assets are not recognised on the balance sheet.

2 Directors' emoluments

	2002	2001
	£	£
Aggregate emoluments	6,128	0
	<hr/>	<hr/>

3 Employee information

The average weekly number of persons (including executive directors) employed by the company during the year was

	2002	2001
	Number	Number
Administration and distribution	2	2
	<hr/>	<hr/>

	2002	2001
	£	£
Staff costs (for the above persons)		
Wages and salaries	48,219	54,489
Social Security costs	4,315	5,338
Other pension costs	988	1,196
	<hr/>	<hr/>
	53,522	61,023
	<hr/>	<hr/>

Caplugs Limited

Notes to the financial statements for the year ended 28 February 2002 (continued)

4 Profit on ordinary activities before taxation

	2002	2001
	£	£
Profit on ordinary activities before taxation is stated after charging:		
Depreciation	790	690
Hire of equipment	7,050	7,371
Loss on foreign currency	1,272	2,294

5 Tax on profit on ordinary activities

	2002	2001
	£	£
United Kingdom corporation tax	-	-

6 Tangible fixed assets

	£
Cost	
At 1 March 2001	2,429
Additions	11,497
At 28th February 2002	<u>13,926</u>
Depreciation	
At 1 March 2001	1,334
Charge for year	790
At 28th February 2002	<u>2,124</u>
Net book value	
At 28th February 2002	<u>11,802</u>
Net book value	
At 28th February 2001	<u>1,095</u>

Caplugs Limited

Notes to the financial statements for the year ended 28 February 2002 (continued)

7 Debtors

	2002	2001
	£	£
Trade Debtors	76,152	88,725
Other debtors - taxation	3,285	5,510
Prepayments	100	200
	<u>79,537</u>	<u>94,465</u>

8 Creditors

Amounts falling due within one year:

	2002	2001
	£	£
Trade Creditors	32,390	7,722
Amounts owed to related companies	7,285	318,932
Accruals	9,586	2,454
Current portion of long-term debt	10,500	-
Short-term loan	20,000	-
	<u>79,761</u>	<u>329,108</u>

9 Long term liabilities

Amounts falling due after more than one year

The company has an interest free loan repayable over 10 years the annual repayments being £10,500.

10 Called up share capital

	2002	2001
Authorised		
72,500 A ordinary shares of £1 each	72,500	10,000
72,500 B ordinary shares of £1 each	72,500	10,000
	<u>145,000</u>	<u>20,000</u>

During the year an additional 62,500 A ordinary shares of £1 each and an additional 62,500 B ordinary shares of £1 each were duly authorised.

Allotted, called up and fully paid

72,500 A ordinary shares of £1 each	72,500	10,000
72,500 B ordinary shares of £1 each	72,500	10,000
	<u>145,000</u>	<u>20,000</u>

During the year 62,500 A ordinary shares of £1 each and 62,500 B ordinary shares of £1 each were allocated, issued and paid for in full at par.

Caplugs Limited
Notes to the financial statements
for the year ended 28 February 2002

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11 Profit and loss account

	£
At 1 March 2001	(122,674)
Retained profit for the financial year	4,647
	<u>(118,027)</u>

12 Reconciliation of movements in equity shareholders' funds

	2002	2001
	£	£
Opening equity shareholders funds	(102,674)	(105,390)
Profit for the financial year	4,647	2,716
Issued share capital	125,000	0
Closing equity shareholders funds	<u>26,973</u>	<u>(102,674)</u>

13 Deferred taxation

There is no actual or potential liability to deferred taxation. There is a deferred tax asset which has not been recognised.

14 Capital commitments

There was no capital expenditure contracted for but not provided for in the financial statements at 28 February 2002 (2001 £nil)

15 Financial Commitments

At 28 February 2002 and the 29 February 2001 the company had no annual commitments under non-cancellable operating leases.

Caplugs Limited**Notes to the financial statements
for the year ended 28 February 2002****16 Related Party Transactions**

Mark IV plc, a shareholder in the company, is controlled by P A Mutton and made management charges of £6,200 + VAT (2001 nil) during the year which was an outstanding creditor at the year end.

P M Mutton, a shareholder in Mark IV plc, has made a short term loan of £20,000 (2001 nil) to the company, repayable on demand, on which interest due and outstanding at the year end was £ 366.

Promould Ltd was a shareholder of the company until 20 November 2001 and supplied goods and services to the value of £42,104 (2001 £43,405).

17 Control

At 28 February 2002 no party individually was considered to have control of the company.