
Company Registration No. 2735820 (England and Wales)

H & S MOULDINGS (WALES) LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 1998



BRUCE G. T. REES & Co.
CHARTERED ACCOUNTANTS

21a, Newton Road,
Mumbles,
Swansea.
SA3 4AS
Tel: 01792 363366
Fax: 01792 360971

2, College Street,
Ammanford,
Carmarthenshire.
SA18 3AF
Tel: 01269 595045
Fax: 01269 597944

H & S MOULDINGS (WALES) LIMITED

COMPANY INFORMATION

Directors	W.J. Turner S.J. Turner H.M. Turner M.L. Turner
Secretary	S.J. Turner
Company number	2735820
Registered office	21(a) Newton road, Mumbles, Swansea. SA3 4AS
Accountants	Bruce G. T. Rees & Co. 2, College Street, Ammanford, Carmarthenshire. SA18 3AF
Business address	Unit 2, Crofty Industrial Estate, Penclawdd, Swansea. SA4 3RS
Bankers	Lloyds Bank Plc, Phoenix way, Swansea Enterprise Park, Swansea.
Solicitors	Jonathon Hill & Co. 27, Mansel Street, Swansea. SA1 5SQ

H & S MOULDINGS (WALES) LIMITED

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H & S MOULDINGS (WALES) LIMITED
DIRECTORS REPORT
FOR THE YEAR ENDED 31 DECEMBER 1998

The directors present their report and financial statements for the year ended 31 December 1998.

Principal activities

The principal activity of the company continued to be in the manufacture and design of rubber compression and plastic injection mouldings.

Directors

The following directors have held office since 1 January 1998:

W.J. Turner
S.J. Turner
H.M. Turner
M.L. Turner

Directors' interests

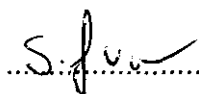
The directors' beneficial interests in the shares of the company were as stated below:

	Ordinary of £1 each	
	31 December 1998	1 January 1998
W.J. Turner	10	10
S.J. Turner	40	40
H.M. Turner	40	40
M.L. Turner	10	10

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.

S.J. Turner



Date 20/10/99

Director

H & S MOULDINGS (WALES) LIMITED
ACCOUNTANTS' REPORT TO THE SHAREHOLDERS ON THE
UNAUDITED ACCOUNTS OF H & S MOULDINGS (WALES) LIMITED

We report on the accounts for the year ended 31 December 1998 set out on pages 3 to 10.

Respective responsibilities of directors and reporting accountants

As described on page 5 the company's directors are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1995;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C (6) of the Act; and
 - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A (4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B (1).



Bruce G. T. Rees & Co.

20/10/99.....

Chartered Accountants

2, College Street,
Ammanford,
Carmarthenshire.
SA18 3AF

H & S MOULDINGS (WALES) LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 1998

	Notes	1998 £	1997 £
Turnover		241,092	229,209
Cost of sales		(126,752)	(119,823)
Gross profit		114,340	109,386
Administrative expenses		(90,214)	(95,719)
Operating profit	2	24,126	13,667
Interest payable and similar charges	3	(5,675)	(1,340)
Profit on ordinary activities before taxation		18,451	12,327
Tax on profit on ordinary activities	4	(3,961)	(1,968)
Profit on ordinary activities after taxation		14,490	10,359
Dividends proposed		(14,000)	(12,800)
Retained (loss)/profit for the year	12	490	(2,441)

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains or losses other than those passing through the profit and loss account.

H & S MOULDINGS (WALES) LIMITED
BALANCE SHEET
AS AT 31 DECEMBER 1998

	Notes	1998 £	£	1,997 £
Fixed assets				
Tangible assets	5	37,525		41,296
Current assets				
Stocks		9,500	3,500	
Debtors	6	57,068	46,194	
Cash at bank and in hand		342	342	
Creditors:				
Amounts falling due within one year	7	66,910 (68,997)	50,036 (74,332)	
Net current assets/(liabilities)		(2,087)		(24,296)
Total assets less current liabilities		35,438		17,000
Creditors:				
Amounts falling due after more than one year	8	(17,426)		-
Provisions for liabilities and charges	9	(2,999)		(2,477)
		15,013		14,523
Capital and reserves				
Called up share capital	11	100		100
Profit and loss account	12	14,913		14,423
Shareholders' funds - equity interests	13	15,013		14,523

H & S MOULDINGS (WALES) LIMITED
BALANCE SHEET
AS AT 31 DECEMBER 1998

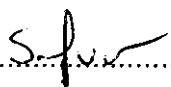
In preparing these financial statements:

- (a) The directors are in the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

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

The financial statements were approved by the board on

S.J. Turner
Director


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H & S MOULDINGS (WALES) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1998

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents amounts receivable for goods and services, net of VAT and trade discounts

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life as follows:

Plant and machinery	15% Reducing balance
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1.4 Stock

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

1.5 Pensions

The pensions costs charged in the financial statements represent the contributions payable by the company during the year in accordance with SSAP 24.

1.6 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

1.7 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so to produce a constant periodic rate of charge on the net obligation outstanding in each period.

2 Operating profit

	1998 £	1997 £
Operating profit is stated after charging:		
Depreciation of tangible assets	6,622	6,333
Operating lease rentals		
- plant and machinery	6,678	1,230
- Other assets	-	10,510
Directors' emoluments	35,503	41,986
	<hr/>	<hr/>

3 Interest payable

	1998 £	1997 £
Hire purchase interest	92	357
Loan interest	1,855	-
Bank interest	3,728	983
	<hr/>	<hr/>

H & S MOULDINGS (WALES) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1998

4 Taxation

	1998	1997
	£	£
U.K current year taxation		
U.K. corporation tax @ 21%	3,439	189
Advance corporation tax payable	-	3,200
Advanced corporation tax recoverable	-	(1,030)
 Deferred taxation	 522	 (391)
	<u>3,961</u>	<u>1,968</u>

5 Tangible fixed assets

	Plant & Machinery etc £
Cost	
At 1 January 1998	62,156
Additions	2,851
Disposals	-
 At 31 December 1998	 <u>65,007</u>
Depreciation	
At 1 January 1998	20,860
Charge for the year	6,622
 At 31 December 1998	 <u>27,482</u>
Net book value	
At 31 December 1998	<u>37,525</u>
 At 31 December 1997	 <u>41,296</u>

Included above are assets held under finance leases or hire purchase contracts as follows:

	Plant & Machinery £
Net book value	
At 31 December 1998	4,268
 At 31 December 1997	 <u>5,021</u>
Depreciation charge for the year	
At 31 December 1998	<u>2,682</u>
 At 31 December 1997	 <u>1,929</u>

H & S MOULDINGS (WALES) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1998

6 Debtors

	1998	1997
	£	£
Trade debtors	57,068	46,194
	<u> </u>	<u> </u>

7 Creditors: amounts falling due within one year

	1998	1997
	£	£
Bank loans and overdrafts	34,591	44,661
Net obligations under finance lease and hire purchase contracts	-	1,933
Trade creditors	15,557	17,807
Taxation and social security	17,271	8,119
Other creditors	1,578	1,812
	<u>68,997</u>	<u>74,332</u>
	<u> </u>	<u> </u>
Debt due within one year	-	71,417
	<u> </u>	<u> </u>

The loan is secured by a fixed and floating charge over the assets of the company.

8 Creditors: amounts falling due after more than one year

	1998	1997
	£	£
Bank loans	17,426	-
	<u> </u>	<u> </u>
Analysis of loans		
Wholly repayable within five years	-	613
Included in current liabilities	-	(613)
	<u> </u>	<u> </u>
	<u> </u>	<u> </u>
Net obligations under finance leases and hire purchase contracts		
Repayable within one year	-	1,933
	<u> </u>	<u> </u>
Included in liabilities falling due within one year	-	(1,933)
	<u> </u>	<u> </u>
	<u> </u>	<u> </u>
	<u> </u>	<u> </u>

H & S MOULDINGS (WALES) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1998

9 Provisions for liabilities and charges

	Deffered taxation £
Balance 1 January 1998	2,477
Profit and loss account	522
	<u>2,999</u>
Balance at 31 December 1998	<u>2,999</u>

Deferred tax is provided at 21% analysed over the following timing differences:

	Fully provided 1998 £	1997 £
Accelerated capital allowances	2,999	2,477
	<u>2,999</u>	<u>2,477</u>

10 Pension costs

The company operates a defined contribution pension 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.

11 Share capital

	1998 £	1997 £
Authorised		
100 Ordinary shares of £1 each	100	100
	<u>100</u>	<u>100</u>
Alloted, called up and fully paid		
100 Ordinary shares of £1 each	100	100
	<u>100</u>	<u>100</u>

12 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 January 1998	14,423
Retained (loss)/Profit for the year	490
	<u>14,913</u>
Balance at 31 December 1998	<u>14,913</u>

H & S MOULDINGS (WALES) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1998

13 Reconciliation of movements in shareholders' funds

	1998 £	1997 £
Profit for the financial year	14,489	10,360
Dividends	(14,000)	(12,800)
	<hr/>	<hr/>
Net (depletion in)/addition to shareholders funds	489	(2,440)
Opening shareholders' funds	14,523	16,963
	<hr/>	<hr/>
Closing shareholders' funds	15,012	14,523
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14 Financial commitments

At 31 December 1998 the company had no financial commitments to operating leases or hire purchase contracts.