

Report of the Directors and
Financial Statements
for the Year Ended 31 December 1995
for
JRD Fluorochemicals Limited



JRD Fluorochemicals Limited

Company Information
for the Year Ended 31 December 1995

DIRECTORS: Dr J Jappy
L E Jappy
R J E Tidswell
D M Patel

SECRETARY: L.E. Jappy

REGISTERED OFFICE: Unit 11
Mole Business Park
Randalls Road
Leatherhead
Surrey
KT22 7BA

REGISTERED NUMBER: 2772722

AUDITORS: Callingham Crane
Registered Auditors
Chartered Accountants
115 Kingston Road
Leatherhead
Surrey KT22 7SU

JRD Fluorochemicals Limited

Report of the Directors for the Year Ended 31 December 1995

The directors present their report with the financial statements of the company for the year ended 31 December 1995.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the manufacture and supply of chemical compounds.

DIRECTORS

The directors during the year under review were:

Dr J Jappy
L E Jappy
R J E Tidswell
D M Patel

The beneficial interests of the directors holding office on 31 December 1995 in the issued share capital of the company were as follows:

	31.12.95	1.1.95
Ordinary £1 shares		
Dr J Jappy	40,000	40,000
L E Jappy	-	-
R J E Tidswell	23,000	23,000
D M Patel	10,000	10,000

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 judgments 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.

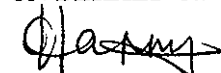
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

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

In preparing this report, the directors have taken advantage of special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

ON BEHALF OF THE BOARD:



L.E. Jappy - SECRETARY

Dated: 24 May 1996

JRD Fluorochemicals Limited

Report of the Auditors to the Shareholders of
JRD Fluorochemicals Limited

We have audited the financial statements on pages four to nine which have been prepared under the historical cost convention and the accounting policies set out on page six.

Respective responsibilities of directors and auditors

As described on page two the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

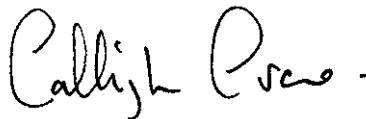
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments 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 1995 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

Callingham Crane
Registered Auditors
Chartered Accountants
115 Kingston Road
Leatherhead
Surrey KT22 7SU



Dated: 24 May 1996

JRD Fluorochemicals Limited

Profit and Loss Account
for the Year Ended 31 December 1995

	Notes	1995		1994	
		£	£	£	£
TURNOVER	2		494,019		273,014
Cost of sales			137,376		52,963
GROSS PROFIT			356,643		220,051
Distribution costs		1,878		-	
Administrative expenses		312,238		175,877	
			314,116		175,877
OPERATING PROFIT	3		42,527		44,174
Interest receivable and similar income	4		709		318
			43,236		44,492
Interest payable and similar charges			520		1,467
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			42,716		43,025
Tax on profit on ordinary activities			6,402		80
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION			36,314		42,945
Dividends	5		10,400		-
			25,914		42,945
Deficit brought forward			(9,084)		(52,029)
RETAINED PROFIT/(DEFICIT) CARRIED FORWARD			£16,830		£(9,084)

CONTINUING OPERATIONS

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

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current and previous years.

The notes form part of these financial statements

JRD Fluorochemicals Limited

Balance Sheet
31 December 1995

	Notes	1995		1994	
		£	£	£	£
FIXED ASSETS:					
Tangible assets	6		67,248		78,459
CURRENT ASSETS:					
Stocks	7	46,849		18,364	
Debtors	8	68,420		37,717	
Cash at bank and in hand		29,504		19,183	
		144,773		75,264	
CREDITORS: Amounts falling due within one year	9	65,191		32,807	
NET CURRENT ASSETS:			79,582		42,457
TOTAL ASSETS LESS CURRENT LIABILITIES:			£146,830		£120,916
CAPITAL AND RESERVES:					
Called up share capital	11		130,000		130,000
Profit and loss account			16,830		(9,084)
Shareholders' funds	12		£146,830		£120,916

In preparing these financial statements, the directors have taken advantage of special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985. The directors have done so on the grounds that, in their opinion, the company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

ON BEHALF OF THE BOARD:

Dr J Jappy - DIRECTOR

L E Jappy - DIRECTOR

Approved by the Board on 24 May 1996

The notes form part of these financial statements

JRD Fluorochemicals Limited

Notes to the Financial Statements **for the Year Ended 31 December 1995**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents net invoiced sales of goods, excluding 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.

Scientific equipment	- 20 % on cost
Fixtures and fittings	- 25 % on cost
Computer equipment	- 25 % on cost

Stocks

Manufactured products are valued at 25% of net realisable value. Raw materials are valued at cost including all direct expenditure.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profit as incurred.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

3. OPERATING PROFIT

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

	1995	1994
	£	£
Depreciation - owned assets	29,407	25,965
Profit on disposal of fixed assets	(2,003)	-
Auditors' remuneration	3,250	-
	<u> </u>	<u> </u>
Directors' emoluments	<u>157,376</u>	<u>74,633</u>

JRD Fluorochemicals Limited

Notes to the Financial Statements
for the Year Ended 31 December 1995

4. INTEREST RECEIVABLE AND SIMILAR INCOME

	1995	1994
	£	£
Deposit account interest	709	318
	<u>709</u>	<u>318</u>

5. DIVIDENDS

	1995	1994
	£	£
Equity shares:		
Final ordinary dividend	10,400	-
	<u>10,400</u>	<u>-</u>

6. TANGIBLE FIXED ASSETS

	Scientif- ic equipment	Fixtures and fittings	Computer equipment	Totals
	£	£	£	£
COST:				
At 1 January 1995	120,288	5,188	2,445	127,921
Additions	14,249	4,621	3,526	22,396
Disposals	(7,000)	-	-	(7,000)
	<u>127,537</u>	<u>9,809</u>	<u>5,971</u>	<u>143,317</u>
DEPRECIATION:				
At 1 January 1995	45,646	2,594	1,222	49,462
Charge for year	25,462	2,452	1,493	29,407
Eliminated on disposals	(2,800)	-	-	(2,800)
	<u>68,308</u>	<u>5,046</u>	<u>2,715</u>	<u>76,069</u>
NET BOOK VALUE:				
At 31 December 1995	<u>59,229</u>	<u>4,763</u>	<u>3,256</u>	<u>67,248</u>
At 31 December 1994	<u>74,642</u>	<u>2,594</u>	<u>1,223</u>	<u>78,459</u>

7. STOCKS

	1995	1994
	£	£
Stock	46,849	18,364
	<u>46,849</u>	<u>18,364</u>

JRD Fluorochemicals Limited

Notes to the Financial Statements
for the Year Ended 31 December 1995

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

	1995	1994
	£	£
Trade debtors	49,830	23,119
Other debtors	5,790	5,866
Prepayments	12,800	8,732
	<u>68,420</u>	<u>37,717</u>

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

	1995	1994
	£	£
Trade creditors	26,002	8,954
Shareholder's loan	-	13,000
Dividend	10,400	-
Other taxes and social security costs	15,866	2,027
Taxation	6,402	80
Accruals and deferred income	6,521	8,746
	<u>65,191</u>	<u>32,807</u>

10. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

The following payments are committed to be paid within one year:

	1995	1994
	£	£
Expiring:		
Between one and five years	<u>23,160</u>	<u>23,160</u>

11. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	1995	1994
			£	£
130,000	Ordinary	£1	<u>130,000</u>	<u>130,000</u>