

Page Mouldings (Pershire) Limited

**Directors' report and financial
statements**

Registered number 3069139

31 December 2001



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Directors' report

The directors present their annual report and the audited financial statements for the year ended 31 December 2001.

Principal activities

The primary activity of the company is the manufacture of plastic mouldings for use in the aerospace and radiological industries.

Directors and directors' interests

The directors who held office during the year were as follows:

PR Gibbs
AN Hayes

No director had any interest in the share capital of the company during the year.

The interests of PR Gibbs and AN Hayes in the shares of the ultimate parent company are disclosed in the directors' report of Page Group Limited.

Dividends

The directors do not propose the payment of a dividend (2000: nil).

Auditors

Our auditors KPMG have indicated to the directors that their business is to transfer to a limited liability partnership, KPMG LLP. Accordingly, they have indicated their intention to resign as auditors of the company and the directors intend to appoint KPMG LLP to fill the vacancy arising. A resolution for the reappointment of KPMG LLP as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

By order of the board



PR Gibbs
Director

Forge Lane
Sunbury on Thames
Middlesex
TW16 6EQ

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 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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.



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Theale
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Report of the independent auditors to the members of Page Mouldings (Pershore) Limited

We have audited the financial statements on pages 4 to 10.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the directors' report and, as described on page 2, the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and by our profession's ethical guidance.

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.

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 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 2001 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

KPMG 13/6/02

*Chartered Accountants
Registered Auditors*

Profit and loss account
for the year ended 31 December 2001

	<i>Note</i>	2001 £	2000 £
Turnover		117,910	108,256
Cost of sales		(51,476)	(30,174)
Gross profit		66,434	78,082
Distribution costs		(1,567)	(1,666)
Administrative expenses		(75,255)	(50,852)
(Loss)/profit on ordinary activities before taxation	2	(10,388)	25,564
Tax on (loss)/profit on ordinary activities	5	3,000	1,566
Retained (loss)/profit for the financial year		(7,388)	27,130
Retained profit brought forward		136,152	109,022
Retained profit carried forward		128,764	136,152

There are no recognised gains or losses other than the profit for the years as reported above. The movement in the profit and loss account represents the only movement in shareholder's funds.

Balance sheet
at 31 December 2001

	Note	2001	2000
		£	£
Fixed assets			
Tangible assets	6	364	364
Current assets			
Stocks	7	7,555	7,555
Debtors	8	31,833	17,197
Cash at bank and in hand		309,223	294,080
		<u>348,611</u>	<u>318,832</u>
Creditors: amounts falling due within one year	9	(220,207)	(183,042)
Net current assets		<u>128,404</u>	<u>135,790</u>
Net assets		<u>128,768</u>	<u>136,154</u>
Capital and reserves			
Called up share capital	10	2	2
Profit and loss account		128,766	136,152
Shareholders' funds		<u>128,768</u>	<u>136,154</u>

These financial statements were approved by the board of directors on
 and were signed on its behalf by:

10 Dec 02



PR Gibbs
 Director

Notes

(forming part of the financial statements)

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Basis of preparation

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

Fixed assets and depreciation

Depreciation is provided to write off the cost less the estimated residual value of tangible fixed assets by equal instalments over their estimated useful economic lives as follows:

Plant and machinery	4 years
Tooling	4 years

Foreign currencies

Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date and the gains or losses on translation are included in the profit and loss account.

Stocks

Stocks are stated at the lower of cost and net realisable value. In determining the cost of raw materials, consumables and goods purchased for resale, the weighted average purchase price is used. For work in progress and finished goods cost is taken as production cost, which includes an appropriate proportion of attributable overheads.

Turnover

Turnover represents the amounts (excluding value added tax) derived from the provision of goods and services to customers during the year.

Notes (continued)

2 Profit on ordinary activities before taxation

	2001 £	2000 £
<i>Profit on ordinary activities before taxation is started after charging</i>		
Payments under operating leases	7,200	-
	<u>7,200</u>	<u>-</u>

Auditors' remuneration for all group companies is borne by Page Aerospace Limited.

3 Remuneration of directors

No directors received any emoluments in respect of their service to the company (2000: £nil).

4 Staff numbers and costs

The average number of persons employed by the company (including directors) during the year, analysed by category, was as follows:

	2001 Number	2000 Number
Production	1	1
Sales, distribution and administration	3	3
	<u>4</u>	<u>4</u>

The aggregate payroll costs of these persons were as follows:

	2001 £	2000 £
Wages and salaries	19,056	19,444
Social security costs	1,819	1,365
	<u>20,875</u>	<u>20,809</u>

Notes (continued)

5 Taxation

	2001 £	2000 £
UK corporation tax at 20 % (2000: 20%)	(3,000)	5,068
Adjustment relating to prior year	-	(6,634)
	<u>(3,000)</u>	<u>(1,566)</u>

The tax credit for the year represents payments received from a fellow Page Group Limited subsidiary for group relief.

6 Tangible fixed assets

	Tools, fixtures, plant and machinery 2001 £
<i>Cost</i>	
At beginning and end of year	<u>2,795</u>
<i>Depreciation</i>	
At beginning and end of year	<u>2,431</u>
<i>Net book value</i>	
At 31 December 2001	<u>364</u>
At 31 December 2000	<u>364</u>

Notes (continued)

7 Stocks

	2001 £	2000 £
Raw materials	5,807	5,807
Finished goods	1,748	1,748
	<u>7,555</u>	<u>7,555</u>

8 Debtors

	2001 £	2000 £
Trade debtors	26,125	16,813
Prepayments	2	384
VAT	5,706	-
	<u>31,833</u>	<u>17,197</u>

9 Creditors: amounts falling due within one year

	2001 £	2000 £
Trade creditors	2,146	777
Amounts owed to group undertakings	207,540	166,195
Corporation tax	64	5,131
Other taxes and social security	1,226	3,585
Accruals	9,231	7,354
	<u>220,207</u>	<u>183,042</u>

Notes (continued)

10 Called up share capital

	2001 £	2000 £
Authorised, allotted, called up and fully paid Ordinary shares of £1 each	2	2
	<u>2</u>	<u>2</u>

11 Contingent liabilities

The company, together with other group companies, has given cross-guarantees to its bankers in respect of their UK overdraft, and loan facilities. At the end of the year the net borrowings of the group amounted to £26.2 million.

12 Commitments

(a) The company had no capital commitments at 31 December 2001.

(b) Annual commitments under non-cancellable operating leases are as follows:

	2001 Land and Buildings £000	2000 Land and buildings £000
Operating leases which expire:		
Within one year	-	-
In the second to fifth years inclusive	7	-
	<u>7</u>	<u>-</u>

13 Ultimate parent company

The directors consider Page Group Limited to be the ultimate parent company.

Transactions with other group companies are not disclosed as the results of the company are included in the consolidated financial statements of Page Group Limited whose financial statements are publicly available.