

PRIOR R SOT LIMITED

DIRECTOR'S REPORT AND FINANCIAL STATEMENTS

**FOR THE PERIOD ENDED
31 MAY 2003**



PRIOR R SOT LIMITED

COMPANY INFORMATION

DIRECTOR	Russell Gordon Prior (appointed 21/05/2002)
SECRETARY	Lesley Prior
COMPANY NUMBER	4443794
REGISTERED OFFICE	Hatherton House Hatherton Street Walsall WS1 1YB
ACCOUNTANTS	Horwath Clark Whitehill Chartered Accountants Hatherton House Hatherton Street Walsall WS1 1YB
BANKERS	Alliance & Leicester 62 Hagley Road Birmingham B16 8PE

PRIOR R SOT LIMITED

CONTENTS

	Page
Director's report	1
Profit and loss account	2
Balance sheet	3
Notes to the financial statements	4 - 5

PRIOR R SOT LIMITED

DIRECTOR'S REPORT
For the period ended 31 May 2003

The director presents his report and the financial statements for the period ended 31 May 2003.

PRINCIPAL ACTIVITIES

The principal activity of the company is the selling of engineering tools and related products.

DIRECTOR

The director who served during the period and his beneficial interest in the company's issued share capital was:

	Ordinary shares of £1 each	
	<u>31/5/03</u>	<u>21/5/02</u>
Russell Gordon Prior (appointed 21/05/2002)	1	-

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

This report was approved by the board on 27/6/03

and signed on its behalf.


Director

PRIOR R SOT LIMITED

PROFIT AND LOSS ACCOUNT
For the period ended 31 May 2003

	Note	Period ended 31 May 2003 £
TURNOVER	1	163,889
Cost of sales		(110,587)
GROSS PROFIT		53,302
Administrative expenses		(38,450)
OPERATING PROFIT		14,852
Interest payable		(2,769)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		12,083
TAX ON PROFIT ON ORDINARY ACTIVITIES	3	(1,132)
RETAINED PROFIT FOR THE FINANCIAL PERIOD		10,951

The notes on pages 4 to 5 form part of these financial statements.

PRIOR R SOT LIMITED

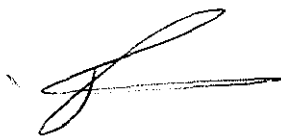
BALANCE SHEET
As at 31 May 2003

	Note	31 May 2003	£
CURRENT ASSETS			
Stocks		30,495	
Debtors	4	27,212	
Cash at bank		6,210	
		<u>63,917</u>	
CREDITORS: amounts falling due within one year	5	(23,463)	
NET CURRENT ASSETS			<u>40,454</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>40,454</u>
CREDITORS: amounts falling due after more than one year	6		(29,502)
NET ASSETS			<u><u>10,952</u></u>
CAPITAL AND RESERVES			
Called up share capital	7		1
Profit and loss account			10,951
SHAREHOLDERS' FUNDS			<u><u>10,952</u></u>

The director considers that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the period in question in accordance with section 249B(2) of the Act. The director acknowledges his responsibility for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 May 2003 and of its profit for the period then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the financial statements so far as applicable to the company.

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

The financial statements were approved by the board on 27/10/03 and signed on its behalf.



Director

The notes on pages 4 to 5 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
For the period ended 31 May 2003

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

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

1.2 Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.3 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax and trade discounts.

1.4 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2. DIRECTOR'S REMUNERATION

	Period ended 31 May 2003 £
Aggregate emoluments	17,245

3. TAXATION

	Period ended 31 May 2003 £
UK corporation tax on profits of the period	1,132

There were no factors that affected the tax charge for the period which has been calculated on the profits on ordinary activities before tax at the standard rate of corporation tax in the UK.

There were no factors that may affect future tax charges.

PRIOR R SOT LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the period ended 31 May 2003

4. DEBTORS

	2003 £
Due within one year	
Trade debtors	26,102
Other debtors	1,110
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	27,212
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5. CREDITORS:
Amounts falling due within one year

	2003 £
Bank loans and overdrafts	6,452
Trade creditors	5,870
Corporation tax	1,132
Social security and other taxes	2,251
Other creditors	7,758
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	23,463
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6. CREDITORS:
Amounts falling due after more than one year

	2003 £
Bank loans	29,502
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7. SHARE CAPITAL

	2003 £
Authorised, allotted, called up and fully paid	
1 Ordinary shares of £1 each	1
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