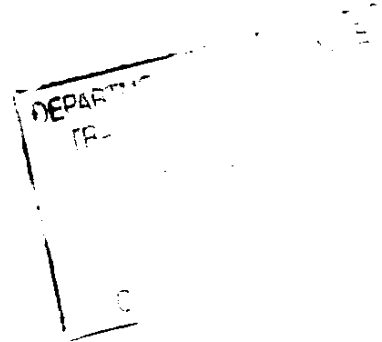


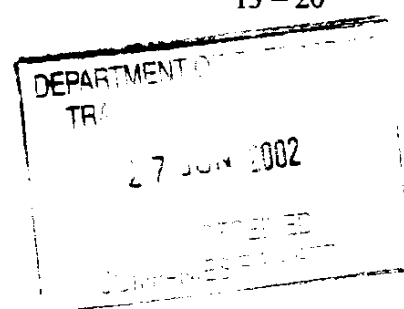
MOLDALL LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2001

Registered Number: NI28303



Contents

Directors, advisors and other information	3
Directors' Report	4-5
Statement of directors' responsibilities	6
Auditors' Report	7
Profit and Loss Account	8
Balance Sheet	9
Cash flow statement	10
Notes to cash flow	11 - 12
Notes to financial statements	13 - 20



DIRECTORS

Conor O Hagan
Martina O Hagan

SECRETARY

Martina O Hagan

AUDITORS

Patrick Durkan & Co.
Chartered Certified Accountants
Springgrowth House
Derry BT48 ONA

BANKERS

Bank of Ireland
Abercorn Square
Strabane
Co Tyrone
BT82 8AH

SOLICITORS

Mc Cartney & Casey
3 & 4 Castle Gate
Derry
BT48 6HG

REGISTERED OFFICE

Ballycolman Industrial Estate
Strabane
Co Tyrone
BT82 9PH

DIRECTORS' REPORT

The directors present their report and financial statements for the year ended 31 August 2001.

RESULTS AND DIVIDENDS

The profit for the year after taxation amounted to £96,938.

The directors recommend no dividend should be paid.

PRINCIPAL ACTIVITY AND REVIEW OF THE BUSINESS

The company's principal activity during the year was moulding of bra and swimwear cups for the lingerie industry.

FUTURE DEVELOPMENTS

The directors are hopeful that new products will be brought to the market in the coming year.

FIXED ASSETS

The details of fixed assets are given in note 9 to the financial statements.

EVENTS SINCE THE BALANCE SHEET DATE

No significant events have occurred since the year end.

POLITICAL AND CHARITABLE DONATIONS

The company made no political or charitable donations during the year.

DIRECTORS' REPORT (CONTINUED)**DIRECTORS AND THEIR INTERESTS**

The directors at 31 August 2001 and their interests in the share capital of the company were as follows:

	<u>At 31 August 2001</u>	<u>At 01 September 2000 or subsequent appointment</u>
	Ordinary Shares	Ordinary Shares
Conor O Hagan	15,000	15,000
Martina O Hagan	15,000	15,000

In accordance with the Articles of Association the directors do not retire by rotation.

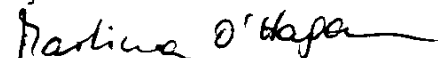
AUDITORS

In accordance with article 393 of the Companies (Northern Ireland) Order 1986, a resolution proposing that Patrick Durkan & Co. be reappointed as auditors of the company will be put to the Annual General Meeting.

SPECIAL PROVISIONS RELATING TO MEDIUM COMPANIES

This report has been prepared in accordance with the special provisions of Part VIII of the Companies (Northern Ireland) Order 1986 relating to medium companies.

By order of the board



Martina O Hagan
Secretary

Date 18/00/02

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 the 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 judgements 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 (Northern Ireland) Order 1986. 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.

On behalf of the board



Conor O Hagan
Director

AUDITORS' REPORT TO THE SHAREHOLDERS OF MOLDALL LIMITED

We have audited the financial statements on pages 8 to 20 which have been prepared under the historical cost convention and accounting policies set out on pages 13 to 14.

Respective responsibilities of directors and auditors

As described on page 6 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.

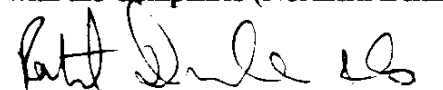
Basis of Opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practice 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 conducted 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 August 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies (Northern Ireland) Order 1986.



Patrick Durkan & Co.
Chartered Certified Accountants
Registered Auditor
Springrowth House
BT48 0NA

Date 17/6/2002

**ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2001**

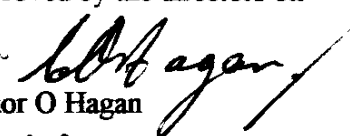
	Note	2001	2000
		£	£
Gross Profit		837,994	1,689,102
Distribution Costs	271,869		427,050
Administrative Costs	<u>421,391</u>		<u>413,852</u>
		693,260	840,902
		144,734	848,200
Other operating income		<u>6,351</u>	<u>4,592</u>
Operating Profit – continuing operations	2	151,085	852,792
Profit on sale of Tangible Fixed Assets	3	<u>550</u>	<u>289</u>
Profit on ordinary activities before investment income, interest and taxation		151,635	<u>853,081</u>
Bank interest receivable		12,908	12,500
Interest Payable	6	<u>(14,104)</u>	<u>(15,370)</u>
		(1,196)	(2,870)
Profit on ordinary activities before taxation		150,439	850,211
Taxation on profits on ordinary activities	7	<u>53,501</u>	<u>174,289</u>
Profit on ordinary activities after taxation		96,938	675,922
Dividends	8	-	<u>400,000</u>
Retained profit for the year		96,938	275,922
Profit and loss account at beginning of year		<u>829,978</u>	<u>554,056</u>
Profit and loss account at end of year	19	<u>926,916</u>	<u>829,978</u>

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

MOLDALL LIMITED**ABBREVIATED ACCOUNTS****BALANCE SHEET
AT 31 AUGUST 2001**

	Notes	2001 £	2000 £
Fixed Assets			
Tangible Assets	9	<u>1,104,242</u>	<u>1,165,818</u>
Current Assets			
Stocks	11	71,460	4,528
Debtors: amounts falling due within one year	12	293,318	369,132
Cash at bank and in hand		<u>207,200</u>	<u>373,183</u>
		571,978	746,843
Creditors: amounts falling due within one year	13	<u>629,932</u>	<u>927,799</u>
Net current assets / (liabilities)		<u>(57,954)</u>	<u>(180,956)</u>
Total assets less current liabilities		<u>1,046,288</u>	<u>984,862</u>
Creditors: amounts falling due after more than one year	14	59,907	98,874
Provisions for liabilities and charges	17	<u>29,465</u>	<u>26,010</u>
		<u>89,372</u>	<u>124,884</u>
Net Assets		<u>956,916</u>	<u>859,978</u>
Capital and reserves			
Called up share capital	18	30,000	30,000
Profit and loss account	19	<u>926,916</u>	<u>829,978</u>
Shareholders' funds	20	<u>956,916</u>	<u>859,978</u>
Shareholders' funds			
Equity		<u>956,916</u>	<u>859,978</u>

Approved by the directors on



Conor O Hagan
(Director)

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2001**

	Note	2001 £	2000 £
Net cash inflow from operating activities	1	<u>304,275</u>	<u>1,298,582</u>
Return on investment and servicing of finance			
Interest received		15,732	7,584
Interest paid		(11,847)	(14,460)
Interest element of hire purchase contracts		<u>(1,670)</u>	<u>(1,670)</u>
		<u>2,215</u>	<u>(8,546)</u>
Taxation		(180,573)	(99,149)
Capital expenditure			
Receipts from sale of tangible fixed assets		550	289
Payments to acquire tangible fixed assets		<u>(85,197)</u>	<u>(592,177)</u>
		<u>(84,647)</u>	<u>(591,888)</u>
Equity dividends paid		0	(400,000)
Net cash inflow before management of liquid resources and financing		41,270	198,999
Management of liquid resources		0	0
Financing			
Supplier Deposit		(31,535)	(2,655)
Repayment of long term loans		(27,958)	(76,448)
Repayment of directors loan		(218,610)	80,504
Repayment of capital amount of hire purchase contracts		<u>(10,106)</u>	<u>17,817</u>
		<u>(288,209)</u>	<u>19,218</u>
Decrease in cash		<u>(246,939)</u>	<u>218,217</u>

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2001**

1. Reconciliation of operating profit to net cash inflow from operating activities

	2001	2000
	£	£
Operating profit	151,635	853,081
Depreciation on tangible fixed assets	146,772	164,714
(Profit) on disposal of tangible fixed asset	(550)	(289)
(Increase) in stock	(66,932)	(2,978)
Decrease in debtors	104,525	72,520
Increase in wastage provision	3,455	13,670
(Decrease) in creditors	<u>(34,630)</u>	<u>197,864</u>
Net cash inflow from operating activities	<u>304,275</u>	<u>1,298,582</u>

2. Analysis of net funds

	01.09.00	cashflow	31.08.01
Net cash			
Cash in hand and at bank	373,183	(165,983)	207,200
Bank overdraft	=	<u>(80,956)</u>	<u>(80,956)</u>
	<u>373,183</u>	<u>246,939</u>	<u>126,244</u>
Debt			
Bank loans	(118,597)	27,958	(90,639)
Directors current account	<u>(362,834)</u>	<u>218,610</u>	<u>(144,224)</u>
	<u>(481,431)</u>	<u>246,568</u>	<u>(234,863)</u>
Net funds / (debt)	<u>(108,248)</u>	<u>(371)</u>	<u>(108,619)</u>

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2001****3. Reconciliation of net cashflow to movement in net debt**

	2001	2000
	£	£
Decrease in cash for the year	(246,939)	218,217
Repayment of long term loans	27,958	76,448
Repayment of directors current account	<u>218,610</u>	<u>(80,504)</u>
Movement in net debt	(371)	214,161
Net debt 01 September 2000	<u>(108,248)</u>	<u>(322,409)</u>
Net debt 31 August 2001	<u>(108,619)</u>	<u>(108,248)</u>

NOTES

(forming part of the financial statements)

1. PRINCIPAL 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 under the historical cost convention and comply with the financial reporting standards of the Accounting Standards Board.

Turnover

Turnover is stated net of trade discount, VAT and similar taxes and derives from the provision of goods falling within the company's ordinary activities.

Fixed Assets

All fixed assets are initially recorded at historic cost.

Depreciation

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Leasehold land and buildings	over 50 years
Fixtures and fittings	over 5 to 10 years
Plant & Equipment	over 5 to 15 years

Government Grants

Government grants in respect of capital expenditure are credited to a deferred income account and are released to the profit and loss account over the expected useful lives of the relevant assets by equal annual instalments.

Grants of a revenue nature are credited to income in the period in which they relate.

Stocks and work in progress

Stocks are stated at the lower of cost and net realisable value. In the case of finished goods and work in progress, cost is defined as the aggregate cost of raw material, direct labour and the attributable proportion of direct production overheads based on a normal level of activity. Net realisable value is based on normal selling price, less further costs expected to be incurred to completion and disposal.

NOTES (CONTINUED)**(forming part of the financial statements)****Leasing and hire purchase commitments**

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives with the corresponding lease or hire purchase obligation being capitalised as a liability. The interest element of the finance lease rentals are charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Operating lease rentals are charged to the profit and loss account on a straight – line basis over the lease term.

2. Operating Profit

Operating profit is stated after charging / (crediting):

	2001 £	2000 £
Depreciation and amounts written off assets		
Depreciation of tangible fixed assets owned	146,772	164,714
Revenue Grants	(3,450)	0
Directors emoluments	88,001	111,130
	<u>84,551</u>	<u>111,130</u>
Auditors Remuneration		
Audit services	4,440	5,700
Non – audit services	6,000	8,000
	<u>10,440</u>	<u>13,700</u>
	<u>241,763</u>	<u>289,544</u>

3. Exceptional items

	2001 £	2000 £
Recognised below operating profit		
Profit on sale of tangible fixed assets	<u>550</u>	<u>289</u>

NOTES (CONTINUED)**(forming part of the financial statements)****4. Staff Costs**

	2001	2000
	£	£
Wages and salaries	1,003,257	1,288,961
Social welfare costs	<u>60,612</u>	<u>68,373</u>
	<u>1,063,869</u>	<u>1,357,334</u>

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

	2001	2000
	No.	No.
Management	2	2
Production	110	153
Sales & Marketing	3	5
Administration	5	5
Maintenance	<u>3</u>	<u>1</u>
	<u>123</u>	<u>166</u>

5. Directors Remuneration

Staff costs include the following in respect of directors of the company:

	2001	2000
	£	£
Directors Emoluments	<u>88,001</u>	<u>111,130</u>

6. Interest paid and similar charges

	2001	2000
	£	£
On bank loans	12,434	13,700
Finance interest in respect of hire purchase contracts	<u>1,670</u>	<u>1,670</u>
	<u>14,104</u>	<u>15,370</u>

7. Taxation

	2001	2000
	£	£
UK Corporation Tax at 20%(2000: 30%)	47,216	174,289
Under provision in previous year	<u>6,285</u>	<u>0</u>
	<u>53,501</u>	<u>174,289</u>

NOTES (CONTINUED)
(forming part of financial statements)

8. Dividends

	2001	2000
	£	£
Equity dividend on ordinary shares	<u>0</u>	<u>400,000</u>

9. Tangible Fixed Assets

	Land & Buildings	Plant & Equipment	Fixtures & Fittings	Total
Cost:				
At 01 September 2000	694,773	738,315	187,938	1,621,026
Additions	67,537	6,581	11,078	85,196
Disposals	<u>0</u>	<u>(5,800)</u>	<u>0</u>	<u>(5,800)</u>
At 31 August 2001	<u>762,310</u>	<u>739,096</u>	<u>199,016</u>	<u>1,700,422</u>
Accumulated Depreciation:				
At 01 September 2000	32,348	394,468	28,392	455,208
Charge for year	14,046	112,824	19,902	146,772
Disposals	<u>0</u>	<u>(5,800)</u>	<u>0</u>	<u>(5,800)</u>
	<u>46,394</u>	<u>501,492</u>	<u>48,294</u>	<u>596,180</u>
Net Book Amounts:				
At 31 August 2001	<u>715,916</u>	<u>237,604</u>	<u>150,722</u>	<u>1,104,242</u>
At 31 August 2000	<u>662,425</u>	<u>343,847</u>	<u>159,546</u>	<u>1,165,818</u>

Freehold land (£30,000), which is not depreciated, is included in land and buildings.

10. Tangible Fixed Assets (continued)

Assets held under finance lease and hire purchase agreements

	Plant & Equipment £	Total £
Net book values:		
At 01 September 2000	<u>21,469</u>	<u>21,469</u>
At 31 August 2001	<u>14,312</u>	<u>14,312</u>

NOTES (CONTINUED)

(forming part of the financial statements)

11. Stocks

	2001	2000
	£	£
Raw Materials and consumables	71,460	4,528
Work in progress	0	0
Finished goods and goods for resale	<u>0</u>	<u>0</u>
	<u>71,460</u>	<u>4,528</u>

There are no material differences between the replacement cost of stock and the balance sheet amounts.

12. Debtors: amounts falling due within one year

	2001	2000
	£	£
Trade debtors	244,996	344,513
Other debtors	35,138	4,619
Prepayments and accrued income	<u>13,184</u>	<u>20,000</u>
	<u>293,318</u>	<u>369,132</u>

13. Creditors: amounts falling due within one year

	2001	2000
	£	£
Bank overdraft and loans	111,688	28,632
Obligations under finance leases and HP contracts	8,909	10,106
Trade creditors	165,309	174,013
Corporation tax	47,217	174,290
Other taxes and social security	73,500	64,623
Other creditors	173,192	411,230
Accruals and deferred income	<u>50,117</u>	<u>64,905</u>
	<u>629,932</u>	<u>927,799</u>

14. Creditors: amounts falling due after more than one year

	2001	2000
	£	£
Bank loans (note 15)	59,907	89,965
Obligations under finance leases and hire purchase contracts	<u>0</u>	<u>8,909</u>
	<u>59,907</u>	<u>98,874</u>

NOTES (CONTINUED)
(forming part of the financial statements)

15. Bank loans

	2001	2000
	£	£
<i>analysis of loans</i>		
wholly repayable within 5 years	90,639	118,597
included in current liabilities	<u>30,732</u>	<u>28,632</u>
included in long term liabilities	<u>59,907</u>	<u>89,965</u>

loan maturity analysis

Bank loans comprise amounts repayable:	2001	2000
	£	£
In one year or less, or on demand	30,732	28,632
Between one and two years	30,732	28,632
Between two and five years	29,174	60,191
After more than five years	<u>0</u>	<u>1,142</u>
	<u>90,638</u>	<u>118,597</u>

Loans are secured by a fixed charge on book debts.

16. Obligations under finance leases and hire purchase contracts

	2001	2000
	£	£
Repayable within one year	10,579	11,776
Repayable between one and five years	0	10,579
Repayable after five years	<u>0</u>	<u>0</u>
	10,579	22,355
Finance charges and interest allocated to future periods	<u>1,670</u>	<u>3,340</u>
	8,909	19,015
Included in liabilities falling due within one year	<u>8,909</u>	<u>10,106</u>
Included in liabilities falling due after more than one year	<u>0</u>	<u>8,909</u>

NOTES (CONTINUED)**(forming part of financial statements)****17. Provisions for liabilities and wastage**

	Material Wastage	Total
	£	£
At 01 September 2000	26,010	26,010
Charged to profit and loss account	3,455	3,455
Utilised during the year	=	=
At 31 August 2001	<u>29,465</u>	<u>29,465</u>

18. Share Capital

	2001	2000
	£	£
Authorised:		
100,000 ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>
Allotted and fully paid up:		
30,000 ordinary shares of £1 each	<u>30,000</u>	<u>30,000</u>

19. Reserves

	Profit & loss account	Total
	£	£
At 01 September 2000	829,978	829,978
Retained profit for the year	<u>96,938</u>	<u>96,938</u>
At 31 August 2001	<u>926,916</u>	<u>926,916</u>

20. Reconciliation of movement in shareholders' funds

	Equity 2001	Equity 2000
	£	£
Recognised gains and losses for the year	96,938	675,922
Dividends paid and proposed	=	(400,000)
Net increase in shareholders' funds	96,938	275,922
Opening shareholders, funds	<u>859,978</u>	<u>584,056</u>
	<u>956,916</u>	<u>859,978</u>

NOTES (CONTINUED)
(forming part of financial statements)**21. Transactions with directors and officers**

Included in 'Other Creditors' (note 13) is a loan from directors.

	2001	2000
	£	£
At 01 September 2000	362,834	282,330
Movement for year	<u>(218,610)</u>	<u>80,504</u>
At 31 August 2001	<u>144,224</u>	<u>362,834</u>