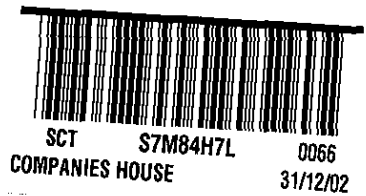


SC217836

CAST METALS FEDERATION
(Limited by Guarantee and not having a share capital)

REPORT AND ACCOUNTS

Period from 5 April 2001
(date of incorporation)
to 30 June 2002



CAST METALS FEDERATION
(Limited by Guarantee and not having a share capital)

REPORT AND ACCOUNTS

Period from 5 April 2001 (date of incorporation)
to 30 June 2002

CONTENTS

	Page
Directors' Report	1
Auditors' Report	3
Revenue account	4
Balance sheet	5
Notes on the Accounts	6

CAST METALS FEDERATION
(Limited by Guarantee and not having a share capital)

Directors

Dr J G Krosnar (Chairman) (appointed 5 April 2001)
 Mr P J Harpin (appointed 5 April 2001)
 Mr G S Murdie (appointed 5 April 2001, resigned 15 February 2002)

Secretary and registered office

J W Parker, Savoy Tower, 77 Renfrew Street, Glasgow, G2 3BZ.

REPORT OF THE DIRECTORS

The directors submit their report and accounts for the period from 5 April 2001 to 30 June 2002.

1. Directors' Responsibilities

Company law requires the directors to prepare accounts that give a true and fair view of the state of affairs of the company and of the surplus or deficit for its financial year. In doing so the directors are required to:

- select suitable accounting policies and apply them consistently
- make judgements and estimates that are reasonable and prudent
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for maintaining proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts 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.

2. Formation of the Federation

The Federation was incorporated on 5 April 2001. The operations and assets of the British Foundry Association were transferred into the Federation on 5 April 2001. On that date two other like minded bodies, British Investment Casting Trade Association (BICTA) and the British Metals Casting Association joined the Federation.

3. Principal activity and results

The principal activity of the Federation is the provision of a commercial service to members and technical related matters.

The Federation's activities produced a surplus after tax of £10,353 for the fifteen month period to 30 June 2002. Added to this is £19165 transferred from British Foundry Association Ltd.

4 Directors

In accordance with the Articles of association one third of the directors should retire at the Annual General Meeting but shall be eligible for re-election.

REPORT OF THE COUNCIL (CONT'D)

5. Political and charitable contributions

The Federation made no contribution for political or charitable purposes during the period.

6. Auditors

A resolution to appoint Scott-Moncrieff Chartered Accountants as auditors of the Cast Metals Federation Limited will be put to directors at the next board meeting.

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 Council

J W Parker

Secretary



Savoy Tower
77 Renfrew Street
Glasgow
G2 3BZ

11 November 2002

CAST METALS FEDERATION
(Limited by Guarantee and not having a share capital)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CAST METALS FEDERATION

We have audited the financial statements of the Cast Metals Federation for the period from 5 April 2001 (date of incorporation) to 30 June 2002 set out on pages 4 to 6. These financial statements have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of members of The Council and auditors

As described in the Statement of Responsibilities of the Directors the Federation's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Auditing Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 Federation 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 Federation is not disclosed.

We read the Report of the Council and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 Federation's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations that 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 Federation's affairs as at 30 June 2002 and of its surplus for the fifteen months then ended and have been properly prepared in accordance with the Companies Act 1985.

Scott-Moncrieff

SCOTT-MONCRIEFF

Chartered Accountants
 Registered Auditors

25 Bothwell Street
 Glasgow G2 6NL

13 November 2002

CAST METALS FEDERATION
(Limited by Guarantee and not having a share capital)

4

REVENUE ACCOUNT

Period from 5 April 2001 (date of incorporation) to 30 June 2002

	£
Income	
CMF membership subscriptions	392,919
Trade partners grant – Metformex	81,311
Sponsorship – Metformex	250
DTI Grant – Industry Project (CSS)	50,895
External services	39,872
Publicity/advertising	16,907
EMDA research income	12,000
Metals Engineering 2001	3,040
	<hr/> 597,194
Expenditure	
Salaries/temp staff	240,103
Administration	67,460
Meetings/travel	41,026
Rent/services	26,851
External services	21,933
Publicity/advertising	16,997
Trade partners grant – Metformex	81,332
DTI grant – Industry Project (CSS)	50,895
EMDA research expenditure	12,000
Depreciation	11,086
Bad debts provision	11,616
Metals Engineering 2001 expenditure	2,842
Audit fee	1,250
	<hr/> 585,391
Surplus before tax	11,803
Tax provision	(1,450)
	<hr/> 10,353
Surplus after tax	10,353
Transfer of surplus from British Foundry Association Limited at nil consideration	19,165
	<hr/>
Accumulated surplus per balance sheet	<u>29,518</u>

The notes on page 6 form part of these accounts.

CAST METALS FEDERATION
(Limited by Guarantee and not having a share capital)

BALANCE SHEET AS AT 30 JUNE 2002

	Note	30 June 2002
		£
Fixed assets	3	13,639
Current assets		
Debtors and unexpired charges		129,072
Bank balance due by Metcom		75,787
Cash in hand		322
		<u>205,181</u>
Current liabilities		
Creditors and accrued charges		169,302
Loan from BICTA		20,000
		<u>189,302</u>
Net current assets		<u>15,879</u>
Total assets		<u><u>29,518</u></u>
Reserves		
Transfer of surplus from British Foundry Association Limited		19,165
Surplus for period		10,353
		<u><u>29,518</u></u>

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

DR J G KROSNAR

Chairman

P J HARPIN

Director

[Signature]
[Signature]
 11-11-02

The notes on page 6 form part of these accounts.

CAST METALS FEDERATION
(Limited by Guarantee and not having a share capital)

NOTES ON THE ACCOUNTS

Period from 5 April 2001 (date of incorporation) to 30 June 2002

1. Accounting policies

(i) The accounts have been prepared under the historical cost convention.

(ii) Depreciation

Depreciation is provided on fixed assets at the following rate which is designed to reduce book values to estimated residual values at the end of the anticipated useful life of the respective assets.

Furniture and fittings	25%
Motor vehicles	25%
Computers	25%

2. Directors emoluments

**15 months to
30 June 2002**

Total emoluments (including pension contributions)	59,022
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3. Tangible fixed assets	Furniture and fittings £	Motor Vehicles £	Computers £	Total £
Cost:				
At 5 April 2001	-	-	-	-
Transfer from BFA Ltd	-	6,528	1,987	8,515
Additions	14,115	-	2,095	16,210
Disposals	-	-	-	-
At 30 June 2002	14,115	6,528	4,082	24,725
Depreciation:				
At 5 April 2001	-	-	-	-
Charge for period	3,825	5,760	1,501	11,086
Disposals	-	-	-	-
At 30 June 2002	3,825	5,760	1,501	11,086
Net book amount:				
At 30 June 2002	10,290	768	2,581	13,639