

AEGIS ADVANCED MATERIALS LIMITED  
REPORT AND ACCOUNTS  
FOR THE YEAR ENDED 30TH APRIL 1997

Company No: 02604099

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BOWKER, STEVENS & CO.,  
Chartered Accountants  
Halesowen, West Midlands

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DIRECTORS' REPORT  
for the year ended 30th April 1997

The directors present their report and accounts for the year ended 30th April 1997.

Principal Activity and Review of the Business

The company's principal activity during the year was that of Manufacturers Agents. The directors consider the state of the company's affairs at the date of the balance sheet to be satisfactory.

Results and Dividends

The profit for the year, after taxation, amounted to £40,700. A dividend of £20 per share was paid during the year. The directors do not recommend the payment of a further dividend.

Directors and their Interests

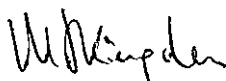
The directors of the company at 30th April 1997 and their interests in the issued share capital were:

	<u>Ordinary shares of £1 each</u>	
	<u>1997</u>	<u>1996</u>
M.J. Kingsley	700	700
Mrs R. Kingsley	300	300

The directors are permanent directors and do not retire by rotation.

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

Signed on behalf of the board of directors.



Director

Approved by the board 19th January 1998

We report on the accounts for the year ended 30th April 1997 set out on pages 3 to 7.

Respective responsibilities of directors and reporting accountants

As described on page 4 the company's directors are responsible for the preparation of accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

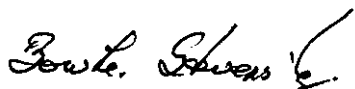
Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
  - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
  - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).



BOWKER, STEVENS & CO.,  
Chartered Accountants  
Reporting Accountants

26th January 1998

Suite No.2  
Centre Court  
Vine Lane  
Halesowen  
West Midlands

AEGIS ADVANCED MATERIALS LIMITED

3.

PROFIT AND LOSS ACCOUNT  
for the year ended 30th April 1997

	<u>Notes</u>	<u>1997</u> £	<u>1996</u> £
Turnover	2	177,761	168,608
Cost of sales		78,116	98,323
<u>Gross Profit</u>		99,645	70,285
Other income - Grant received		3,389	-
		103,034	70,285
Administration expenses		51,177	44,646
<u>Operating Profit</u>	3	51,857	25,639
Interest receivable	4	1,533	551
<u>Profit on ordinary activities before taxation</u>		53,390	26,190
Taxation	5	12,690	6,523
<u>Profit on ordinary activities after taxation</u>		40,700	19,667
Dividends	10	20,000	-
		20,700	19,667
Retained profit brought forward		51,330	31,663
<u>Retained profit carried forward</u>		72,030	51,330

All of the company's operations are classed as continuing.  
The company had no recognised gains or losses other than the profit for the period.

BALANCE SHEET  
as at 30th April 1997

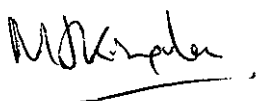
	Notes	£	1997	£	£	1996	£
<u>Current Assets</u>							
Stocks	6	14,735			17,455		
Debtors	7	33,657			54,375		
Cash at bank		<u>83,643</u>			<u>44,397</u>		
			132,035		116,227		
<u>Creditors</u> : amounts falling due within one year	8	59,005			63,897		
<u>Net Current Assets</u>			73,030		52,330		
			73,030		52,330		
<u>Capital and Reserves</u>							
Called up share capital	9		1,000		1,000		
Profit and loss account			<u>72,030</u>		<u>51,330</u>		
<u>Shareholders Funds</u>	11		73,030		52,330		

In the directors' opinion the company was entitled under section 249A(2) of the Companies Act 1985 to exemption from the audit of its accounts for the year ended 30th April 1997. No member of the company has deposited a notice under section 249B(2) requiring an audit of these accounts.

The directors are responsible for ensuring that the company keeps accounting records which comply with section 221 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss of each year in accordance with the requirements of section 226 of the Act and which otherwise comply with its requirements, so far as applicable to the company.

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

Signed on behalf of the board of directors.



Director

Approved by the board 19th January 1998

The notes on pages 5 to 7 form part of these accounts

NOTES TO THE ACCOUNTS  
for the year ended 30th April 1997

1. Accounting Policies

Basis of accounting

The accounts are prepared under the historical cost convention.

Turnover

Turnover represents amounts receivable for goods and services provided in the UK and overseas net of trade discounts, VAT and other related taxes.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Foreign Currency Translation

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

Compliance with accounting standards

The accounts have been prepared in accordance with applicable accounting standards.

2. Turnover

Turnover, and pre-tax profit is attributable to the following activity:

	<u>Turnover</u>		<u>Pre-tax Profit</u>	
	<u>1997</u>	<u>1996</u>	<u>1997</u>	<u>1996</u>
	£	£	£	£
Manufacturers Agents	177,761	168,608	53,390	26,190
	<hr/>	<hr/>	<hr/>	<hr/>

3. Operating Profit is stated after charging (or crediting):

	<u>1997</u>	<u>1996</u>
	£	£
Loss on foreign exchange	1,026	-
(Profit) on foreign exchange	-	(723)
	<hr/>	<hr/>

NOTES TO THE ACCOUNTS  
for the year ended 30th April 1997 (Continued)

	<u>1997</u>	<u>1996</u>
	£	£
<b>4. <u>Interest</u></b>		
Interest receivable		
Bank	1,533	551
	<hr/>	<hr/>
<b>5. <u>Taxation</u></b>		
<u>UK Current year taxation</u>		
UK Corporation tax	12,682	6,523
Prior year adjustment	<u>8</u>	<u>-</u>
	12,690	6,523
	<hr/>	<hr/>
<b>6. <u>Stocks</u></b>		
Goods for resale	14,735	17,455
	<hr/>	<hr/>
<b>7. <u>Debtors</u></b>		
Trade debtors	28,502	51,267
Prepayments	107	132
M.J. Kinglsey - Current account	48	48
Other debtors	-	2,928
Advance Corporation Tax	<u>5,000</u>	<u>-</u>
	33,657	54,375
	<hr/>	<hr/>
<b>8. <u>Creditors</u>: amounts falling due within one year</b>		
Trade creditors	22,040	40,703
Corporation tax	12,682	6,523
Other taxes	3,029	-
Accruals	1,050	1,050
Other creditors	15,100	15,517
Directors' current accounts	104	104
Advance Corporation Tax	<u>5,000</u>	<u>-</u>
	59,005	63,897
	<hr/>	<hr/>
<b>9. <u>Called Up Share Capital</u></b>		
Authorised		
20,000 Ordinary Shares of £1 each	20,000	20,000
	<hr/>	<hr/>
Allotted, called up and fully paid		
1,000 Ordinary Shares of £1 each	1,000	1,000
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## NOTES TO THE ACCOUNTS

for the year ended 30th April 1997 (Continued)

	<u>1997</u>	<u>1996</u>
	£	£
10. <u>Dividend</u>		
Ordinary:		
Interim paid of £20 per share (1996 NIL)	20,000	-
	<hr/>	<hr/>
11. <u>Reconciliation of Movement in Shareholders Funds</u>		
Shareholders funds at 1st May 1996	51,330	31,663
Profit for the financial year	20,700	19,667
	<hr/>	<hr/>
Shareholders funds at 30th April 1997	72,030	51,330
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12. Related Party Transactions

A management charge of £15,100 (1996 £12,505) was made to the company for the year by a business controlled by M.J.Kingsley, a director and controlling shareholder of Aegis Advanced Materials Limited in respect of expenses incurred on behalf of the company.