

AEGIS ADVANCED MATERIALS LIMITED
DIRECTORS' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 30TH APRIL 2007

Company No: 02604099



BOWKER, STEVENS & CO

Chartered Accountants

Halesowen, West Midlands

AEGIS ADVANCED MATERIALS LIMITED

DIRECTORS' REPORT
for the year ended 30th April 2007

The directors present their report and accounts for the year ended 30th April 2007

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 £74,427. Dividends of £99.00 per share were paid during the year. The directors do not recommend the payment of a further dividend

Directors and their Interests

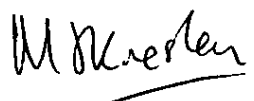
The directors of the company at 30th April 2007 and their interests in the issued share capital were

| | <u>Ordinary shares of £1 each</u> | |
|----------------|--|--------------------|
| | <u>2007</u> | <u>2006</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

X 

M J KINGSLEY
Director

Approved by the board on 11th January 2008

**ACCOUNTANTS REPORT TO THE SHAREHOLDERS
OF AEGIS ADVANCED MATERIALS LIMITED**

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We report on the accounts for the year ended 30th April 2007 set out on pages 3 to 8

Respective responsibilities of directors and reporting accountants

As described on page 5 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.

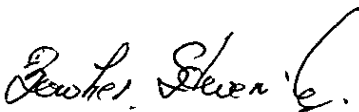
Basis of opinion

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 purpose 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

Suite No 2
Centre Court
Vine Lane
Halesowen
West Midlands

17th January 2008

PROFIT AND LOSS ACCOUNT
for the year ended 30th April 2007

| | <u>Notes</u> | <u>2007</u> £ | <u>2006</u> £ |
|---|--------------|------------------|------------------|
| Turnover | 2 | 383,698 | 589,521 |
| Cost of sales | | <u>259,745</u> | <u>380,430</u> |
| <u>Gross Profit</u> | | 123,953 | 209,091 |
| Administration expenses | | <u>58,513</u> | <u>77,930</u> |
| <u>Operating Profit</u> | 3 | 65,440 | 131,161 |
| Interest receivable | 4 | <u>26,539</u> | <u>19,598</u> |
| <u>Profit on ordinary activities before taxation</u> | | 91,979 | 150,759 |
| Taxation | 5 | <u>17,552</u> | <u>28,644</u> |
| <u>Profit on ordinary activities after taxation</u> | | 74,427 | 122,115 |
| Dividends paid | 6 | <u>99,000</u> | <u>-</u> |
| | | (24,573) | 122,115 |
| Retained profit brought forward | | <u>502,219</u> | <u>380,104</u> |
| <u>Retained profit carried forward</u> | | <u>477,646</u> | <u>502,219</u> |

All of the company's operations are classed as continuing

The company has no recognised gains or losses other than the profit for the period

BALANCE SHEET
as at 30th April 2007

| | <u>Notes</u> | <u>2007</u> | | <u>2006</u> | |
|--|--------------|----------------|----------------|----------------|----------------|
| | | £ | £ | £ | £ |
| <u>Investment</u> | 7 | | - | | 10,000 |
| <u>Current Assets</u> | | | | | |
| Stocks | | 3,595 | | 2,419 | |
| Debtors | 8 | 72,680 | | 115,981 | |
| Cash at bank | | <u>528,045</u> | | <u>524,287</u> | |
| | | 604,320 | | 642,687 | |
| <u>Creditors</u> : amounts falling due within one year | 9 | <u>125,674</u> | | <u>149,468</u> | |
| <u>Net Current Assets</u> | | | <u>478,646</u> | | <u>493,219</u> |
| <u>Net Assets</u> | | | <u>478,646</u> | | <u>503,219</u> |
| <u>Capital and Reserves</u> | | | | | |
| Called up share capital | 10 | | 1,000 | | 1,000 |
| Profit and loss account | | | <u>477,646</u> | | <u>502,219</u> |
| <u>Shareholders Funds</u> | 11 | | <u>478,646</u> | | <u>503,219</u> |

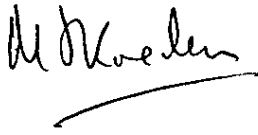
BALANCE SHEET
as at 30th April 2007 (continued)

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 2007. 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 and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

Signed on behalf of the board of directors

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M J KINGSLEY
Director

Approved by the board 11th January 2008

NOTES TO THE ACCOUNTS
for the year ended 30th April 2007

1 Accounting Policies

Basis of accounting

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

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

2 Turnover

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

| | <u>Turnover</u> | | <u>Pre-Tax Profit</u> | |
|----------------------|-------------------|-------------------|-----------------------|-------------------|
| | <u>2007</u> | <u>2006</u> | <u>2007</u> | <u>2006</u> |
| | £ | £ | £ | £ |
| Manufacturers Agents | 383,698 | 589,521 | 91,979 | 150,759 |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| | | | <u>2007</u> | <u>2006</u> |
| | | | £ | £ |

3 Operating Profit is stated after charging

Loss on foreign exchange

| | |
|-------------------|-------------------|
| - | - |
| <u> </u> | <u> </u> |

NOTES TO THE ACCOUNTS
for the year ended 30th April 2007 (continued)

| | <u>2007</u> | <u>2006</u> |
|--|----------------|----------------|
| | £ | £ |
| 4 Interest | | |
| Interest receivable | | |
| Bank | 26,539 | 19,598 |
| | <u>26,539</u> | <u>19,598</u> |
| 5 Taxation | | |
| <u>UK Current year taxation</u> | | |
| UK Corporation Tax | 17,552 | 28,644 |
| | <u>17,552</u> | <u>28,644</u> |
| 6 Dividends | | |
| Ordinary Interim paid of £99 per share (2006 £NIL) | 99,000 | - |
| | <u>99,000</u> | <u>-</u> |
| 7 Investment | | |
| HSBC Bond | - | 10,000 |
| | <u>-</u> | <u>10,000</u> |
| 8 Debtors | | |
| Trade debtors | 64,628 | 111,677 |
| VAT recoverable | 2,080 | - |
| Prepayments | 200 | 224 |
| Other debtors | 5,772 | 4,080 |
| | <u>72,680</u> | <u>115,981</u> |
| 9 Creditors amounts falling due within one year | | |
| Trade creditors | 75,490 | 77,079 |
| Corporation tax | 17,552 | 28,644 |
| Other taxes and social security | - | 9,971 |
| Accruals | 1,250 | 1,200 |
| Other creditors | 31,278 | 32,470 |
| Directors' current account | 104 | 104 |
| | <u>125,674</u> | <u>149,468</u> |

NOTES TO THE ACCOUNTS
for the year ended 30th April 2007 (continued)

| | <u>2007</u> | <u>2006</u> |
|--|-------------------|-------------------|
| | £ | £ |
| 10 <u>Called up Share Capital</u> | | |
| Authorised 20,000 Ordinary Shares of £1 each | 20,000 | 20,000 |
| | <u> </u> | <u> </u> |
| Allotted, called up and fully paid 1,000 Ordinary Shares of £1 each | 1,000 | 1 000 |
| | <u> </u> | <u> </u> |
| 11 <u>Reconciliation of Movement in Shareholders Funds</u> | | |
| Shareholders funds at 1st May 2006 | 503,219 | 381 104 |
| Profit for the financial year | 74,427 | 122,115 |
| Dividends paid | (99,000) | - |
| | <u> </u> | <u> </u> |
| Shareholders funds at 30th April 2007 | 478,646 | 503,219 |
| | <u> </u> | <u> </u> |

12 Related Party Transaction

Charges totalling £32,779 (2006 £37,339) were made to the company by a business controlled by M J Kingsley, a director and controlling shareholder of Aegis Advanced Materials Limited, in respect of expenses incurred and recharges made on behalf of the company