

AEGIS ADVANCED MATERIALS LIMITED
DIRECTORS' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 30TH APRIL 2002

Company No: 02604099



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

DIRECTORS' REPORT
for the year ended 30th April 2002

The directors present their report and accounts for the year ended 30th April 2002.

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 £52,773. The directors do not recommend the payment of a dividend.

Directors and their Interests

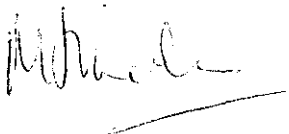
The directors of the company at 30th April 2002 and their interests in the issued share capital were:

	<u>Ordinary shares of £1 each</u>	
	<u>2002</u>	<u>2001</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 December 2002

We report on the accounts for the year ended 30th April 2002 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.

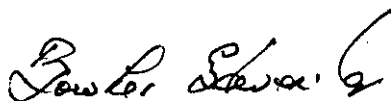
Basis of opinion

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

23rd December 2002

Suite No.2
Centre Court
Vine Lane
Halesowen
West Midlands

PROFIT AND LOSS ACCOUNT
for the year ended 30th April 2002

	<u>Notes</u>	<u>2002</u> £	<u>2001</u> £
Turnover	2	523,453	293,299
Cost of sales		392,091	214,042
<u>Gross Profit</u>		131,362	79,257
Administration expenses		70,187	46,112
<u>Operating Profit</u>	3	61,175	33,145
Interest receivable	4	4,723	6,092
<u>Profit on ordinary activities before taxation</u>		65,898	39,237
Taxation	5	13,125	7,574
<u>Profit on ordinary activities after taxation</u>		52,773	31,663
Dividends paid	6	-	10,890
		52,773	20,773
Retained profit brought forward		150,107	129,334
<u>Retained profit carried forward</u>		202,880	150,107

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 2002


	<u>Notes</u>	<u>2002</u>		<u>2001</u>	
		£	£	£	£
<u>Investment</u>	7		10,000		-
<u>Current Assets</u>					
Stocks		31,708		26,207	
Debtors	8	145,896		67,321	
Cash at bank		<u>161,794</u>		<u>144,390</u>	
		339,398		237,918	
<u>Creditors</u> : amounts falling due within one year	9	<u>145,518</u>		<u>86,811</u>	
<u>Net Current Assets</u>			<u>193,880</u>		<u>151,107</u>
<u>Net Assets</u>			<u>203,880</u>		<u>151,107</u>
<u>Capital and Reserves</u>					
Called up share capital	10		1,000		1,000
Profit and loss account			<u>202,880</u>		<u>150,107</u>
<u>Shareholders Funds</u>	11		<u>203,880</u>		<u>151,107</u>

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 2002. 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 March 2000).

Signed on behalf of the board of directors.



Director

Approved by the board 19th December 2002

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

NOTES TO THE ACCOUNTS
for the year ended 30th April 2002

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 March 2000).

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>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>
	£	£	£	£
Manufacturers Agents	523,453	293,299	65,898	39,237
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

3. Operating Profit is stated after charging:

	<u>2002</u>	<u>2001</u>
	£	£
Loss on foreign exchange	-	-
	<u> </u>	<u> </u>

NOTES TO THE ACCOUNTS
for the year ended 30th April 2002 (Continued)

	<u>2002</u>	<u>2001</u>
	£	£
4. <u>Interest</u>		
Interest receivable		
Bank	4,723	6,092
	<hr/>	<hr/>
5. <u>Taxation</u>		
<u>UK Current year taxation</u>		
UK Corporation tax	13,125	7,578
Overprovision in prior year	-	4
	<hr/>	<hr/>
	13,125	7,574
	<hr/>	<hr/>
6. <u>Dividends</u>		
Ordinary:		
Interim paid of NIL per share (2001 £19.80p)	-	10,890
	<hr/>	<hr/>
7. <u>Investment</u>		
HSBC Bond	10,000	-
	<hr/>	<hr/>
8. <u>Debtors</u>		
Trade debtors	139,111	65,759
Prepayments	191	135
Other debtors	2,386	1,427
VAT recoverable	4,208	-
	<hr/>	<hr/>
	145,896	67,321
	<hr/>	<hr/>
9. <u>Creditors: amounts falling due within one year</u>		
Trade creditors	113,843	60,064
Corporation tax	13,125	7,578
Other taxes and social security	-	955
Accruals	1,150	1,150
Other creditors	17,296	16,960
Directors' current account	104	104
	<hr/>	<hr/>
	145,518	86,811
	<hr/>	<hr/>
10. <u>Called Up Share Capital</u>		
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
	<hr/>	<hr/>

NOTES TO THE ACCOUNTS
for the year ended 30th April 2002 (Continued)

	<u>2002</u> £	<u>2001</u> £
<u>11. Reconciliation of Movement in Shareholders Funds</u>		
Shareholders funds at 1st May 2001	151,107	130,334
Profit for the financial year	52,773	31,663
Dividends paid	-	(10,890)
	<hr/>	<hr/>
Shareholders funds at 30th April 2002	203,880	151,107
	<hr/>	<hr/>

12. Related Party Transactions

Charges totalling £38,243 (2001 £39,163) 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.