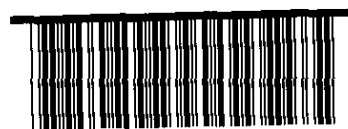


**Abbreviated Financial Statements for the Year Ended 31st October 2001**

**for**

**Plastic Technology Services Limited**

1



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COMPANIES HOUSE 12/03/02

**Plastic Technology Services Limited**

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**for the Year Ended 31st October 2001**

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**Plastic Technology Services Limited**

**Company Information**  
**for the Year Ended 31st October 2001**

<b>DIRECTORS:</b>	K N Currie D Antrobus
<b>SECRETARY:</b>	Mrs Mary Brown
<b>REGISTERED OFFICE:</b>	Garroch Business Park Dumfries Dumfries & Galloway DG2 8PN
<b>REGISTERED NUMBER:</b>	133850 (Scotland)
<b>AUDITORS:</b>	Farries, Kirk and McVean Chartered Accountants 30 Castle Street Dumfries DG1 1EN
<b>BANKERS:</b>	The Royal Bank of Scotland Glasgow City Branch 10 Gordon Street Glasgow G1 3PL
<b>SOLICITORS:</b>	McJarrow and Stevenson 55 High Street Lockerbie DG11 2JJ

**Plastic Technology Services Limited**

**Report of the Directors**  
**for the Year Ended 31st October 2001**

The directors present their report with the financial statements of the company for the year ended 31st October 2001.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of the salvage and processing of plastic waste materials.

**REVIEW OF BUSINESS**

The results for the year and financial position of the company are as shown in the annexed financial statements.

On 1st December 2000, the company took over the whole of PTS(North West) Limited, a fellow group company.

**DIVIDENDS**

No dividends will be distributed for the year ended 31st October 2001.

**DIRECTORS**

The directors during the year under review were:

K N Currie  
D Antrobus

- appointed 1.2.01

The directors holding office at 31st October 2001 did not hold any beneficial interest in the issued share capital of the company at 1st November 2000 (or date of appointment if later) or 31st October 2001.

**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 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 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.

**AUDITORS**

The auditors, Farries, Kirk and McVean, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

**ON BEHALF OF THE BOARD:**



K N Currie - DIRECTOR

Dated: 28th February 2002

**Plastic Technology Services Limited**

**Report of the Independent Auditors to**  
**Plastic Technology Services Limited**  
**Under Section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements on pages four to fourteen, together with the full financial statements of the company for the year ended 31st October 2001 prepared under Section 226 of the Companies Act 1985.

**Respective responsibilities of directors and auditors**

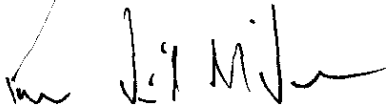
The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

**Basis of audit opinion**

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated financial statements on pages four to fourteen are properly prepared in accordance with that provision.



Farries, Kirk and McVean  
Chartered Accountants  
30 Castle Street  
Dumfries  
DG1 1EN

Dated: 28th February 2002

**Plastic Technology Services Limited**

**Abbreviated Profit and Loss Account**  
**for the Year Ended 31st October 2001**

2000			2001
£		Notes	£
597,359	<b>GROSS PROFIT</b>		568,597
433,737	Administrative expenses		776,833
163,622	<b>OPERATING (LOSS)/PROFIT</b>	3	(208,236)
32,138	Interest payable and similar charges	4	52,895
131,484	<b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(261,131)
(9,587)	Tax on (loss)/profit on ordinary activities	5	(82,124)
141,071	<b>(LOSS)/PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		(179,007)
916,268	Retained profit brought forward		1,057,339
<u>£1,057,339</u>	<b>RETAINED PROFIT CARRIED FORWARD</b>		<u>£878,332</u>

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current and previous years.

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the loss for the current year and the profit for the previous year.

The notes form part of these financial statements

**Plastic Technology Services Limited**

**Abbreviated Balance Sheet**

**31st October 2001**

2000			2001	
£	£	Notes	£	£
1,327,736		<b>FIXED ASSETS:</b>		
		Tangible assets		1,162,027
		<b>CURRENT ASSETS:</b>		
	154,385	Stocks	184,062	
	341,614	Debtors	844,540	
	281,552	Cash at bank	-	
	777,551		1,028,602	
	674,351	<b>CREDITORS:</b> Amounts falling due within one year	1,118,620	
103,200		<b>NET CURRENT (LIABILITIES)/ASSETS:</b>		(90,018)
1,430,936		<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>		1,072,009
(236,662)		<b>CREDITORS:</b> Amounts falling due after more than one year	10	(133,677)
(76,935)		<b>PROVISIONS FOR LIABILITIES AND CHARGES:</b>	12	-
<u>£1,117,339</u>				<u>£938,332</u>
		<b>CAPITAL AND RESERVES:</b>		
60,000		Called up share capital	13	60,000
1,057,339		Profit and loss account		878,332
<u>£1,117,339</u>		<b>SHAREHOLDERS' FUNDS:</b>	15	<u>£938,332</u>

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

**ON BEHALF OF THE BOARD:**



K N Currie - DIRECTOR

Approved by the Board on 28th February 2002

The notes form part of these financial statements

**Plastic Technology Services Limited**

**Cash Flow Statement**  
**for the Year Ended 31st October 2001**

2000			2001	
£	£	Notes	£	£
582,878		<b>Net cash (outflow)/inflow from operating activities</b>		(135,934)
(32,138)		<b>Returns on investments and servicing of finance</b>		(52,895)
(69,987)		<b>Taxation</b>		(5,089)
(572,712)		<b>Capital expenditure</b>		(136,131)
<b>(91,959)</b>				<b>(330,049)</b>
100,000		<b>Financing</b>		-
<b>£8,041</b>		<b>(Decrease)/Increase in cash in the period</b>		<b>£(330,049)</b>
<hr/>				
		<b>Reconciliation of net cash flow to movement in net funds</b>		
		3		
	8,041	<b>(Decrease)/Increase in cash in the period</b>		<b>(330,049)</b>
		Cash outflow/(inflow) from decrease/(increase) in debt and lease financing		
	(87,873)		49,330	
		Change in net funds resulting from cash flows		
(79,832)				(280,719)
(79,832)		<b>Movement in net funds in the period</b>		<b>(280,719)</b>
87,820		<b>Net funds at 1st November</b>		<b>7,988</b>
<b>£7,988</b>		<b>Net (debt)/funds at 31st October</b>		<b>£(272,731)</b>

The notes form part of these financial statements



**Plastic Technology Services Limited**

**Notes to the Cash Flow Statement**  
**for the Year Ended 31st October 2001**

**1. RECONCILIATION OF OPERATING (LOSS)/PROFIT TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES**

	2001 £	2000 £
Operating (loss)/profit	(208,236)	163,622
Depreciation charges	331,296	265,562
Profit on sale of fixed assets	(29,456)	(4,357)
Bad debt provision reduction	-	(1,000)
Government grants	(5,536)	(5,536)
Increase in stocks	(29,677)	(118,259)
(Increase)/Decrease in debtors	(497,737)	32,950
Increase in creditors	303,412	249,896
	<u>          </u>	<u>          </u>
<b>Net cash (outflow)/inflow from operating activities</b>	<b><u>(135,934)</u></b>	<b><u>582,878</u></b>

**2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

	2001 £	2000 £
<b>Returns on investments and servicing of finance</b>		
Interest paid	(16,790)	(56)
Interest element of hire purchase or finance lease rentals payments	(36,105)	(32,082)
	<u>          </u>	<u>          </u>
<b>Net cash outflow for returns on investments and servicing of finance</b>	<b><u>(52,895)</u></b>	<b><u>(32,138)</u></b>
<b>Capital expenditure</b>		
Purchase of tangible fixed assets	(318,631)	(583,111)
Sale of tangible fixed assets	182,500	10,399
	<u>          </u>	<u>          </u>
<b>Net cash outflow for capital expenditure</b>	<b><u>(136,131)</u></b>	<b><u>(572,712)</u></b>
<b>Financing</b>		
New loan taken out in year	-	100,000
	<u>          </u>	<u>          </u>
<b>Net cash inflow from financing</b>	<b><u>-</u></b>	<b><u>100,000</u></b>

The notes form part of these financial statements

**Plastic Technology Services Limited**

**Notes to the Cash Flow Statement**  
**for the Year Ended 31st October 2001**

**3. ANALYSIS OF CHANGES IN NET FUNDS**

	At 1.11.00 £	Cash flow £	At 31.10.01 £
Net cash:			
Cash at bank	281,552	(281,552)	-
Bank overdraft	-	(48,497)	(48,497)
	<u>281,552</u>	<u>(330,049)</u>	<u>(48,497)</u>
 Debt:			
Hire purchase or finance leases	(273,564)	49,330	(224,234)
	<u>(273,564)</u>	<u>49,330</u>	<u>(224,234)</u>
 Total	<u>7,988</u>	<u>(280,719)</u>	<u>(272,731)</u>
 <b>Analysed in Balance Sheet</b>			
Cash at bank	281,552		-
Bank overdraft	-		(48,497)
Hire purchase or finance leases			
within one year	(136,902)		(175,279)
after one year	(136,662)		(48,955)
	<u>7,988</u>		<u>(272,731)</u>

The notes form part of these financial statements

**Plastic Technology Services Limited**

**Notes to the Abbreviated Financial Statements**  
**for the Year Ended 31st October 2001**

**1. ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention.

**Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- at varying rates on cost
Fixtures and fittings	- 25% on cost
Motor vehicles	- 25% on cost

**Stocks**

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Net realisable value is based on estimated selling price less further costs expected to be incurred to realisation.

**Deferred taxation**

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

**Pensions**

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

**Government grants**

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

**2. STAFF COSTS**

	2001	2000
	£	£
Wages and salaries	819,397	485,045
Social security costs	72,222	41,792
Other pension costs	11,082	5,336
	<u>902,701</u>	<u>532,173</u>

**Plastic Technology Services Limited**

**Notes to the Abbreviated Financial Statements**  
**for the Year Ended 31st October 2001**

**2. STAFF COSTS - continued**

The average monthly number of employees during the year was as follows:

	2001	2000
Directors	2	2
Office and management	4	4
Direct employees	34	20
	—	—
	40	26
	==	==

**3. OPERATING (LOSS)/PROFIT**

The operating loss (2000 - operating profit) is stated after charging/(crediting):

	2001	2000
	£	£
Hire of plant and machinery	181,004	2,654
Depreciation - owned assets	241,541	171,247
Depreciation - assets on hire purchase contracts or finance leases	89,755	94,315
Profit on disposal of fixed assets	(29,456)	(4,357)
Auditors' remuneration	6,000	2,250
	=====	=====
Directors' emoluments	53,692	-
	=====	=====

**4. INTEREST PAYABLE AND SIMILAR CHARGES**

	2001	2000
	£	£
Bank interest	16,790	56
Hire purchase	36,105	32,082
	=====	=====
	52,895	32,138
	=====	=====

**5. TAXATION**

**Analysis of the tax credit**

The tax credit on the loss on ordinary activities for the year was as follows:

	2001	2000
	£	£
Current tax:		
UK corporation tax	(5,749)	5,089
Previous year adjustment	560	2,076
	=====	=====
Total current tax	(5,189)	7,165
Deferred tax:		
Deferred taxation	(76,935)	(16,752)
	=====	=====
Tax on (loss)/profit on ordinary activities	(82,124)	(9,587)
	=====	=====

**Plastic Technology Services Limited**

**Notes to the Abbreviated Financial Statements**  
**for the Year Ended 31st October 2001**

**6. TANGIBLE FIXED ASSETS**

	Totals	Buildings	Plant and machinery	Fixtures and fittings	Motor vehicles
	£	£	£	£	£
<b>COST:</b>					
At 1st November 2000	2,061,882	326,900	1,645,634	69,948	19,400
Additions	318,631	-	248,829	19,706	50,096
Disposals	(490,064)	-	(470,664)	-	(19,400)
At 31st October 2001	1,890,449	326,900	1,423,799	89,654	50,096
<b>DEPRECIATION:</b>					
At 1st November 2000	734,146	14,710	669,748	35,138	14,550
Charge for year	331,296	6,538	288,147	24,512	12,099
Eliminated on disposals	(337,020)	-	(318,024)	-	(18,996)
At 31st October 2001	728,422	21,248	639,871	59,650	7,653
<b>NET BOOK VALUE:</b>					
At 31st October 2001	1,162,027	305,652	783,928	30,004	42,443
At 31st October 2000	1,327,736	312,190	975,886	34,810	4,850

Fixed assets, included in the above, which are held under hire purchase contracts or finance leases are as follows:

	Totals	Plant and machinery	Fixtures and fittings	Motor vehicles
	£	£	£	£
<b>COST:</b>				
At 1st November 2000	600,470	552,868	47,602	-
Additions	122,481	72,385	-	50,096
Transferred to ownership	(101,763)	(54,161)	(47,602)	-
At 31st October 2001	621,188	571,092	-	50,096
<b>DEPRECIATION:</b>				
At 1st November 2000	124,903	101,102	23,801	-
Charge for year	89,755	82,102	-	7,653
Transferred to ownership	(53,659)	(29,858)	(23,801)	-
At 31st October 2001	160,999	153,346	-	7,653
<b>NET BOOK VALUE:</b>				
At 31st October 2001	460,189	417,746	-	42,443
At 31st October 2000	475,567	451,766	23,801	-

**Plastic Technology Services Limited**

**Notes to the Abbreviated Financial Statements**  
**for the Year Ended 31st October 2001**

**7. STOCKS**

	2001	2000
	£	£
Raw materials	140,314	125,517
Finished goods	29,380	12,267
Machine parts	14,368	16,601
	<u>184,062</u>	<u>154,385</u>

**8. DEBTORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

	2001	2000
	£	£
Trade debtors	803,897	314,548
Other debtors	10,234	-
Prepayments	25,220	16,386
Loan - PTS (North West) Ltd	-	10,680
Taxation	5,189	-
	<u>844,540</u>	<u>341,614</u>

**9. CREDITORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

	2001	2000
	£	£
Bank loans and overdrafts (see note 11)	48,497	-
DGE loan (see note 11)	15,278	-
Trade creditors	569,509	385,490
Hire purchase	175,279	136,902
Other creditors	-	1,478
Loan - Currie Group Holdings	698	62,183
Loan - P.T.S (North West) Ltd	61,005	-
Social security & other taxes	24,935	45,531
Taxation	-	5,089
Accrued expenses	217,884	26,607
Deferred government grants	5,535	11,071
	<u>1,118,620</u>	<u>674,351</u>

**10. CREDITORS: AMOUNTS FALLING  
DUE AFTER MORE THAN ONE YEAR**

	2001	2000
	£	£
DGE loan (see note 11)	84,722	100,000
Hire purchase	48,955	136,662
	<u>133,677</u>	<u>236,662</u>

**Plastic Technology Services Limited**

**Notes to the Abbreviated Financial Statements**  
**for the Year Ended 31st October 2001**

**11. LOANS AND OVERDRAFTS**

An analysis of the maturity of loans and overdrafts is given below:

	2001 £	2000 £
Amounts falling due within one year or on demand:		
Bank overdrafts	48,497	-
DGE loan	15,278	-
	<u>63,775</u>	<u>-</u>
Amounts falling due between one and two years:		
DGE loan	<u>29,167</u>	<u>10,000</u>
Amounts falling due between two and five years:		
DGE loan	<u>55,555</u>	<u>67,500</u>
Amounts falling due in more than five years:		
Repayable by instalments		
DGE loan	<u>-</u>	<u>22,500</u>

**12. PROVISIONS FOR LIABILITIES AND CHARGES**

	2001 £	2000 £
Deferred taxation	<u>-</u>	<u>76,935</u>
	Deferred tax	Bad debt
	£	£
Balance at 1st November 2000	76,935	1,000
Reduction in Provision	<u>(76,935)</u>	<u>(1,000)</u>
Balance at 31st October 2001	<u>-</u>	<u>-</u>

**Plastic Technology Services Limited**

**Notes to the Abbreviated Financial Statements**  
**for the Year Ended 31st October 2001**

**13. CALLED UP SHARE CAPITAL**

Authorised:				
Number:	Class:	Nominal value:	2001 £	2000 £
250,000	Ordinary	£1	<u>250,000</u>	<u>250,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2001 £	2000 £
60,000	Ordinary	£1	<u>60,000</u>	<u>60,000</u>

**14. ULTIMATE PARENT COMPANY**

The ultimate parent of the company is Currie Group Holdings Limited, which is registered in Scotland.

**15. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	2001 £	2000 £
(Loss)/Profit for the financial year	<u>(179,007)</u>	<u>141,071</u>
<b>Net (reduction)/addition to shareholders' funds</b>	<b>(179,007)</b>	<b>141,071</b>
Opening shareholders' funds	<u>1,117,339</u>	<u>976,268</u>
<b>Closing shareholders' funds</b>	<b><u>938,332</u></b>	<b><u>1,117,339</u></b>
Equity interests	<u>938,332</u>	<u>1,117,339</u>