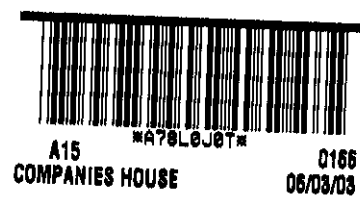


Company Registration No. 04026808 (England and Wales)

**CLEAR PACKAGING LIMITED**  
**DIRECTOR'S REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2002**



# CLEAR PACKAGING LIMITED



## COMPANY INFORMATION

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<b>Director</b>	I T Jamie
<b>Secretary</b>	S M Drew
<b>Company number</b>	04026808
<b>Registered office</b>	Crown House 37-41 Prince Street Bristol BS1 4PS
<b>Auditors</b>	HLB AV Audit plc Crown House 37-41 Prince Street Bristol BS1 4PS
<b>Business address</b>	2 Crescent Bakery, St Georges Place Cheltenham Gloucestershire GL50 3PN
<b>Bankers</b>	Barclays Bank Plc Warwickshire & Worcester PO Box 1352 Coventry CV1 5ZA

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**DIRECTOR'S REPORT  
FOR THE YEAR ENDED 30 SEPTEMBER 2002**

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The director presents his report and financial statements for the year ended 30 September 2002.

**Principal activities**

The principal activity of the company continued to be that of the manufacturer of plastic containers and this activity continued throughout the year.

**Directors**

The following directors have held office since 1 October 2001:

R W Drew (Deceased 4 April 2002)  
I T Jamie

**Directors' interests**

The directors' interests in the shares of the company were as stated below:

	Ordinary of £ 1 each	
	30 September 2002	1 October 2001
I T Jamie	35,625	35,625

As at 1st October 2001 R W Drew held 71,250 shares in the company.

**Auditors**

In accordance with section 385 of the Companies Act 1985, a resolution proposing that HLB AV Audit plc be reappointed as auditors of the company will be put to the Annual General Meeting.

**Director's responsibilities**

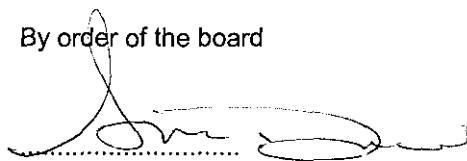
Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the director is required to:

- 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 director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

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 board



S M Drew  
**Secretary**

20 FEBRUARY 2003

**INDEPENDENT AUDITORS' REPORT  
TO THE SHAREHOLDERS OF CLEAR PACKAGING LIMITED**

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We have audited the financial statements of Clear Packaging Limited on pages 3 to 9 for the year ended 30 September 2002. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Respective responsibilities of the director and auditors**

As described in the statement of director's responsibilities on page 1 the company's director is responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting 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 director's report is not consistent with the financial statements, if the company 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 director's remuneration and transactions with the company is not disclosed.

We read the director's report 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 director in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which 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 state of the company's affairs as at 30 September 2002 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

HLB AV Audit plc  
HLB AV Audit plc

20th Feb 2003

**Registered Auditor**

Crown House  
37-41 Prince Street  
Bristol  
BS1 4PS

**CLEAR PACKAGING LIMITED****PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 30 SEPTEMBER 2002**

		2002 £	2001 £
	Notes		
Turnover		2,054,818	998,585
Cost of sales		(1,483,352)	(802,692)
<b>Gross profit</b>		<b>571,466</b>	<b>195,893</b>
Administrative expenses		(426,948)	(344,618)
<b>Operating profit/(loss)</b>	<b>2</b>	<b>144,518</b>	<b>(148,725)</b>
Other interest receivable and similar income		354	-
Interest payable and similar charges		(22,553)	(12,241)
<b>Profit/(loss) on ordinary activities before taxation</b>		<b>122,319</b>	<b>(160,966)</b>
Tax on profit/(loss) on ordinary activities	<b>3</b>	-	-
<b>Profit/(loss) on ordinary activities after taxation</b>	<b>9</b>	<b>122,319</b>	<b>(160,966)</b>

# CLEAR PACKAGING LIMITED




## BALANCE SHEET AS AT 30 SEPTEMBER 2002

	Notes	2002 £	£	2001 £	£
<b>Fixed assets</b>					
Tangible assets	4		221,175		212,996
<b>Current assets</b>					
Stocks		134,083		83,908	
Debtors	5	835,613		671,727	
Cash at bank and in hand		184,701		29,395	
		<u>1,154,397</u>		<u>785,030</u>	
<b>Creditors: amounts falling due within one year</b>	6	<u>(1,155,565)</u>		<u>(878,639)</u>	
<b>Net current liabilities</b>			<u>(1,168)</u>		<u>(93,609)</u>
<b>Total assets less current liabilities</b>			220,007		119,387
<b>Creditors: amounts falling due after more than one year</b>	7		<u>(108,654)</u>		<u>(130,353)</u>
			<u>111,353</u>		<u>(10,966)</u>
<b>Capital and reserves</b>					
Called up share capital	8	150,000		150,000	
Profit and loss account	9	(38,647)		(160,966)	
<b>Shareholders' funds</b>			<u>111,353</u>		<u>(10,966)</u>

These financial statements 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 June 2002).

The financial statements were approved by the Board on 20/02/03

  
I T Jamie  
Director

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2002**

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**1 Accounting policies****1.1 Accounting convention**

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

**1.2 Turnover**

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

**1.3 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	10% Straight Line
Fixtures, fittings & equipment	10% Straight Line
Computer equipment	33.3% Straight Line

**1.4 Leasing and hire purchase commitments**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

**1.5 Stock and work in progress**

Stock and work in progress is valued at the lower of cost and net realisable value.

**1.6 Deferred taxation**

The accounting policy in respect of deferred tax has been changed to reflect the requirements of FRS19 - Deferred tax. Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

No provision has been made for deferred tax on gains recognised on revaluing property to its market value as the company does not intend to sell the revalued assets.

The above amounts to a change in accounting policy. The previous policy was to provide deferred tax only to the extent that it was probable that liabilities would crystallise in the foreseeable future.

The adoption of the standard has not required a prior period adjustment. If the new policy had been in place in the previous period no liability would have been recognised as the conditions for recognition would not have been satisfied.

**1.7 Cash flow**

The accounts do not include a cash flow statement because the company as a small reporting entity is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1, "Cash Flow Statements".



**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2002**

<b>2</b>	<b>Operating profit/(loss)</b>	<b>2002</b>	<b>2001</b>
		<b>£</b>	<b>£</b>
	Operating profit/(loss) is stated after charging:		
	Depreciation of tangible assets	29,587	22,825
	Operating lease rentals	37,124	24,067
	Auditors' remuneration	3,750	5,000
	Director's emoluments	20,417	35,000

**3** **Taxation**

The company has estimated losses of £ 108,000 (2001 : £ 150,000) available for carry forward against future trading profits.

**4** **Tangible fixed assets**

	<b>Plant and machinery</b>	<b>Fixtures, fittings &amp; equipment</b>	<b>Motor vehicles</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>				
At 1 October 2001	211,190	5,211	19,420	235,821
Additions	32,861	4,905	-	37,766
	<u>244,051</u>	<u>10,116</u>	<u>19,420</u>	<u>273,587</u>
At 30 September 2002				
<b>Depreciation</b>				
At 1 October 2001	17,014	496	5,315	22,825
Charge for the year	21,676	541	7,370	29,587
	<u>38,690</u>	<u>1,037</u>	<u>12,685</u>	<u>52,412</u>
At 30 September 2002				
<b>Net book value</b>				
At 30 September 2002	<u>205,361</u>	<u>9,079</u>	<u>6,735</u>	<u>221,175</u>
At 30 September 2001	<u>194,176</u>	<u>4,715</u>	<u>14,105</u>	<u>212,996</u>

The net book value of tangible fixed assets includes £117,024 (2001: £131,652) in respect of assets held under finance leases or hire purchase contracts. The depreciation charge in respect of such assets amounted to £14,628 (2001: £14,628) for the year.

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2002**

<b>5 Debtors</b>	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Trade debtors	804,412	642,621
Other debtors	31,201	29,106
	<u>835,613</u>	<u>671,727</u>
<b>6 Creditors: amounts falling due within one year</b>	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts (secured)	18,750	51,559
Net obligations under hire purchase contracts	19,227	20,322
Trade creditors	591,260	456,141
Taxation and social security	89,522	54,152
Other creditors	436,806	296,465
	<u>1,155,565</u>	<u>878,639</u>
Other Creditors includes a secured amount due to Barclays Sales Financing Plc of £334,371 (2001: £244,145).		
<b>7 Creditors: amounts falling due after more than one year</b>	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Bank loans	81,250	85,000
Net obligations under hire purchase contracts	27,404	45,353
	<u>108,654</u>	<u>130,353</u>
<b>Analysis of loans</b>		
Wholly repayable within five years	100,000	100,000
Included in current liabilities	(18,750)	(15,000)
	<u>81,250</u>	<u>85,000</u>
<b>8 Share capital</b>	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
<b>Authorised</b>		
200,000 Ordinary of £ 1 each	<u>200,000</u>	<u>200,000</u>
<b>Allotted, called up and fully paid</b>		
150,000 Ordinary of £ 1 each	<u>150,000</u>	<u>150,000</u>

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2002**

**9 Statement of movements on profit and loss account**

	Profit and loss account £
Balance at 1 October 2001	(160,966)
Retained profit for the year	122,319
	<hr/>
Balance at 30 September 2002	(38,647)
	<hr/> <hr/>

**10 Financial commitments**

At 30 September 2002 the company had annual commitments under non-cancellable operating leases as follows:

	2002 £	2001 £
Expiry date:		
Within one year	-	36,000
Between two and five years	56,214	36,000
	<hr/>	<hr/>
	56,214	72,000
	<hr/> <hr/>	<hr/> <hr/>

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2002**

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**11 Related party transactions**

During the year the following transactions took place between Clear Packaging Limited and Carton Edge (Systems) Limited and Carton Edge Limited, both companies of which I T Jamie is a director and shareholder.

Carton Edge (Systems) Limited

Purchase of goods £nil (2001:£1,962)

Management charges £nil (2001:£1,000)

Carton Edge Limited

Purchase of goods £34,819 (2001:£63,607)

Overhead costs £37,403 (2001:£1,167)

Management charges £nil (2001:£4,500)

Sales £88,576 (2001:£43,878)

The following amounts were outstanding at the year end.

Included in Trade Creditors:-

Carton Edge (Systems) Limited £nil (2001:£1,775)

Carton Edge Limited £54,789 (2001:£2,195)

Included in Trade Debtors:-

Carton Edge Limited £32,826 (2001:£4,024)

Included in Other Creditors:-

Carton Edge (Systems) Limited Loan Account £50,000 (2001:£nil)

These transactions were made on an arms length basis in the normal course of trading.