

TECHNICAL RUBBER PRODUCTS LIMITED

Company No. 01588087 Registered England and Wales

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED

31ST DECEMBER, 1999



R.J. FRANCIS & CO.,
Chartered Accountants and
Registered Auditors,
Franklin House,
Commercial Road,
Hereford.

TECHNICAL RUBBER PRODUCTS LIMITED

Company No. 01588087 Registered England and Wales

YEAR ENDED 31ST DECEMBER, 1999

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TECHNICAL RUBBER PRODUCTS LIMITED

Directors: J.R. Watts
P.J. Children

Registered Office: 24 Tarsmill Court,
Rotherwas,
HEREFORD
HR2 6JZ

Secretary: R.J. Francis

Report of the Directors

The Directors submit their report with the Accounts of the Company for the year ended 31st December, 1999.

1. Principal Activity

The principal activity of the Company in the year under review was that of the production and sale of rubber mouldings.

2. Results and Dividend

The trading results for the year are set out on in the Profit and Loss Account on page 4. No dividend was paid during the year and the balance on the Profit and Loss Account of £2,289,200 is carried forward.

3. Review of the Development of the Business

The Directors are satisfied with the trading result for the year.

4. Future Development

The Directors are optimistic about the future development of the business.

5. Directors

The present Directors are listed at the head of this report. Their beneficial interests in the Company's issued ordinary share capital was:

	<u>31st December, 1999</u>	<u>1st January, 1999</u>
J.R. Watts	3250	3250
P.J. Children	3250	3250

J R Watts resigned in August 2000.

6. Fixed Assets

The movement in fixed assets during the year is set out in note 2 to the Accounts.

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TECHNICAL RUBBER PRODUCTS LIMITED

Report of the Directors (contd..)

7. Auditors

The Auditors, Bonelle & Co., will be proposed for reappointment in accordance with Section 385 of the Companies Act, 1985.

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

Signed on behalf
of the board of directors



P.J. Children
Director

Approved by the board on...24th October 2000.....

TECHNICAL RUBBER PRODUCTS LIMITED

DIRECTORS' RESPONSIBILITIES AND REPORT OF THE AUDITORS

Statement of directors' responsibilities

Company law requires the directors to prepare accounts 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 accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts on a going concern basis unless it is inappropriate to assume 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 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' Report to the Shareholders of Technical Rubber Products Limited

We have examined the abbreviated accounts set out on pages 5 to 13 together with the full statutory accounts of the company for the year ended 31st December 1999 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts 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 accounts prepared in accordance with section 246A(3) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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 statutory accounts.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages 5 to 13 are properly prepared in accordance with that provision.

Bonelle and Co.
.....

BONELLE & CO.

Chartered Accountants and Registered Auditors

1 Wyecliffe Terrace,
Bath Street,
Hereford
HR1 2HG

24th October 2000

TECHNICAL RUBBER PRODUCTS LIMITED**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED**
31ST DECEMBER, 1999

		<u>1999</u>		<u>1998</u>	
		£	£	£	£
		<u>Notes</u>			
<u>Turnover</u>			6473526		7348940
Increase in Stock and Work-in-Progress		3	555656		461652
			<hr/>		<hr/>
			5917870		7810592
<u>Less:</u>	Raw Materials		1476812		2642159
	Other External Charges		1194266		1352301
	Wages and Salaries		2801317		3137467
	Pension Costs		88860		71797
	Depreciation		201678		182000
			<hr/>		<hr/>
			5762933		7385724
			<hr/>		<hr/>
<u>Operating Profit</u>		9	154937		424868
<u>Taxation</u>		10	21000		121852
			<hr/>		<hr/>
<u>Retained Profit</u>					
<u>Transferred to Reserves</u>		8	133937		303016
Dividend Paid			-		100000
			<hr/>		<hr/>
			133937		203016
			<hr/>		<hr/>

TECHNICAL RUBBER PRODUCTS LIMITED

BALANCE SHEET AS AT 31ST DECEMBER, 1999

	<i>Notes</i>	£ <u>1999</u>	£ <u>1998</u>
<u>Fixed Assets</u>			
Tangible Assets	2	1231465	1279453
<u>Current Assets</u>			
Stock and Work-in-Progress	3	806015	1361671
Debtors	4	2320331	2333349
Cash		60390	17851
		<hr/>	<hr/>
		3186736	3712871
<u>Creditors:</u> Amounts falling due within one year	5	2119001	2801350
		<hr/>	<hr/>
		1067735	911521
		<hr/>	<hr/>
		2299200	2190974
<u>Creditors:</u> Amounts falling due after more than one year	6	-	25711
		<hr/>	<hr/>
		£2299200	2165263
		<hr/>	<hr/>
<u>Capital and Reserves</u>			
Called-up Share Capital	7	10000	10000
Reserves	8	2289200	2155263
		<hr/>	<hr/>
		£2299200	2165263
		<hr/>	<hr/>

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

Signed on behalf
of the board of directors



P.J. Children
Director

Approved by the board on... 24th October 2000

TECHNICAL RUBBER PRODUCTS LIMITED**CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 1999**

	1999	1998
	£	£
<u>Net Cash Flow from Operating Activities</u> (Note 1)	664923	488459
<u>Returns on Investment and Servicing of Finance</u>		
Dividend Paid	-	100000
<u>Net Cash Outflow from Returns on</u> <u>Investments and Servicing of Finance</u>	-	(100000)
<u>Taxation</u>		
Corporation Tax paid (including advance Corporation Tax)	(58150)	(227601)
<u>Capital Expenditure and Financial Investment</u>		
Purchase of tangible fixed assets	(157127)	(517704)
<u>Net Cash Outflow for Capital Expenditure</u> <u>and Financial Investment</u>	(157127)	(517704)
	449646	(356846)
<u>Equity Dividends Paid</u>	-	-
<u>Management of Liquid Resources</u>	-	-
<u>Financing</u>		
Issue of Ordinary Share Capital	-	-
Loan Repayments	-	-
<u>Increase/(Decrease) in Cash</u> Note 2	449646	(356846)

TECHNICAL RUBBER PRODUCTS LIMITED

NOTES TO THE CASHFLOW STATEMENT **FOR THE YEAR ENDED 31ST DECEMBER, 1999**

	<u>1999</u> £	<u>1998</u> £	
<u>1. Reconciliation of Operating Profit to Net Cash Inflow from Operating Activities</u>			
Operating Profit	154937	424868	
Depreciation	205115	182000	
Decrease in debtors	13018	352520	
(Decrease) in Creditors	(263803)	(9277)	
Decrease/(Increase) in Stock	555656	(461652)	
	<hr/>	<hr/>	
<u>Net Cash Inflow from Continuing Operating Activities</u>	664923	488459	
	<hr/>	<hr/>	
<u>2. Reconciliation of Net Cash Flow to Movement in Net Cash</u>			
Balance as at 1st January, 1999	(1634453)	(1277877)	
Net Cash Inflow/(Outflow)	449646	(356576)	
	<hr/>	<hr/>	
Balance as at 31st December, 1999	(1184807)	(1634453)	
	<hr/>	<hr/>	
<u>3. Analysis of Changes in Net Cash</u>			<u>Change in</u>
			<u>Year</u>
Cash at bank and in hand	60390	17851	42539
Short term investments	-	-	
Loan and Bank Overdrafts	(1245197)	(1652304)	407107
	<hr/>	<hr/>	<hr/>
	(1184807)	(1634453)	449646
	<hr/>	<hr/>	<hr/>

TECHNICAL RUBBER PRODUCTS LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED **31ST DECEMBER, 1999**

1. Accounting Policies

Basis of Accounting

The accounts have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and in accordance with the Financial Reporting Standard for smaller entities.

Turnover

Turnover represents net invoiced sales for the year.

Depreciation

Depreciation is provided on the cost of assets at the following annual rates:

Plant and Machinery	15% on cost
Motor Vehicles	15% on cost
Equipment and Office Furniture	15% on cost

Deferred Taxation

No provision has been made for the relief obtained either for excess of net book value of assets subject to capital allowances over their net written down value for tax purposes, or for the relief obtained for increases in value of trading stock since in the opinion of the Directors, no liability is likely to arise in the foreseeable future.

Stock and Work-in-progress

Stock and work-in-progress are included by the Directors at the lower of cost and net realisable value.

TECHNICAL RUBBER PRODUCTS LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER, 1999 (Contd..)

2. Tangible Fixed Assets

	<u>Property Improvements</u>	<u>Plant and Machinery</u>	<u>Motor Vehicles</u>	<u>Equipment and Office Furniture</u>	<u>Total</u>
	£	£	£	£	£
<u>Cost</u>					
As at 1st January, 1999	85728	2396487	182289	208695	2873199
Additions	26028	139693	-	13206	178927
Disposals	-	-	(38826)	-	(38826)
As at 31st December, 1999	111756	2536180	143463	221901	3013300
<u>Depreciation</u>					
As at 1st January, 1999	5079	1362078	80195	146394	1593746
Charge for the Year	21500	137750	16678	25750	201678
Disposals			(13589)		(13589)
As at 31st December, 1999	26579	1499828	83284	172144	1781835
<u>Net Book Value</u>					
As at 31st December, 1999	85177	1036352	60179	49757	1231465
As at 31st December, 1998	80649	1034409	102094	62301	1279453

3. Stock and Work-in-Progress

	<u>1999</u>	<u>1998</u>
	£	£
Raw Materials	138430	277751
Work-in-Progress	667585	1083920
	806015	1361671

4. Debtors

Reprotech (UK) Limited	1447	1447
Trade Debtors	1533900	1694032
Technical Rubber Products Incorporated	721845	637870
Prepayments	63139	-
	2320331	2333349

TECHNICAL RUBBER PRODUCTS LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED **31ST DECEMBER, 1999 (Contd..)**

	<u>1999</u>	<u>1998</u>
	£	£
5. Creditors: Amounts falling due within one year		
Bank Loan and Overdrafts	1245197	1652304
Trade Creditors	474032	721538
Corporation Tax	12720	49870
Other Taxes	59292	73141
Directors' Loan Accounts	159223	282069
Hire Purchase	25710	22428
Accruals	142827	-
	<hr/>	<hr/>
	2119001	2801350
	<hr/>	<hr/>
6. Creditors: Amounts falling due after more than one year		
Hire Purchase	-	25711
	<hr/>	<hr/>
7. Share Capital		
Authorised 10,000 Ordinary Shares of £1 each	10000	10000
	<hr/>	<hr/>
Allotted, Called Up and Fully Paid 10,000 Ordinary shares of £1 each	10000	10000
	<hr/>	<hr/>
8. Reserves - Profit and Loss Account		
Balance as at 1st January, 1999	2155263	1952247
Retained Profit for the Year	133937	203016
	<hr/>	<hr/>
	2289200	2155263
	<hr/>	<hr/>
9. Operating Profit is stated after charging		
Depreciation - owned assets	188420	158498
- held under hire purchase	13258	22502
Auditor's Remuneration	3000	2500
Bank Interest	98109	125662
Directors Remuneration	158051	196546
	<hr/>	<hr/>

TECHNICAL RUBBER PRODUCTS LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED **31ST DECEMBER, 1999 (Contd..)**

	<u>1999</u>	<u>1998</u>
<u>9. Operating Profit (contd..)</u>		
The average number of employees:	173	151
Aggregate costs in respect of wages and salaries were made up as follows:	£	£
Wages	2546652	2888390
Social Security	254665	257077
Pension Costs	60282	71797
In respect of the highest paid director the aggregate emoluments were:	93390	107779
The aggregate pension contributions made by the company to a money purchase scheme for that director were:	-	9506
	<hr/>	<hr/>
The taxation liability is based on the profit for the year and is made up as follows:		
Corporation Tax	21000	64400
Under provision	-	57452
	<hr/>	<hr/>
	21000	121852
	<hr/>	<hr/>
<u>11. Future Capital Expenditure</u>		
Contracted, but not provided for	Nil	Nil
	<hr/>	<hr/>
Authorised, but not contracted for	Nil	Nil
	<hr/>	<hr/>

TECHNICAL RUBBER PRODUCTS LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER, 1999 (Contd..)

12. Bank Security

The bank borrowings are secured by a Floating Charge on the assets of the Company including the book debts. There is also a cross guarantee from this Company on the overdraft of Reprotech (UK) Limited which at 31st December, 1999 was £Nil (1998 £Nil).

13. Pensions

The Directors are members of a defined contribution scheme. The pension cost charge for the year is £NIL and there are no outstanding contributions as at the Balance Sheet date.

The Company contributes to a defined contribution scheme for the employees. Then pension cost charge for the year is £60282.

The Company previously contributed to a defined benefit scheme for the employees. The results of the actuarial valuation in January, 1996 were that resources of the scheme were in the normal course of events sufficient to meet in the full the liabilities of the scheme.