

'REES'

COMPANY REGISTRATION NUMBER 2598501

APEX CYLINDERS LIMITED
ABBREVIATED ACCOUNTS

31 JULY 2001



APEX CYLINDERS LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2001

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APEX CYLINDERS LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

Board of directors

J W Gilmour
J C Saueressig
A J Rowsell
A Bendall

Company secretary

A J Rowsell

Registered office

405 Central Park
Petherton Road
Hengrove
Bristol
BS14 9BZ

Auditors

Solomon Hare
Chartered Accountants
Registered Auditors
Oakfield House
Oakfield Grove
Clifton
Bristol
BS8 2BN

Solicitors

Veale Wasbrough
Orchard Court
Orchard Lane
Bristol
BS1 5DS

APEX CYLINDERS LIMITED

DIRECTORS' REPORT

YEAR ENDED 31 JULY 2001

The directors have pleasure in presenting their report and the accounts of the company for the year ended 31 July 2001.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year was that of suppliers of gravure engraved cylinders for the packaging industry.

RESULTS AND DIVIDENDS

The trading results for the year, and the company's financial position at the end of the year are shown in the attached accounts.

The directors have not recommended a dividend.

DIRECTORS

The directors who served the company during the year were as follows:

B R Lovell
J W Gilmour
M Keating
J C Saueressig

A J Rowsell was appointed as a director on 14 January 2002.

A Bendall was appointed as a director on 14 January 2002.

B R Lovell retired as a director on 14 January 2002.

M Keating retired as a director on 18 March 2002.

At the year end M Keating had an interest in 32 issued ordinary shares of £1 each in the company via his interest in Keating Gravure Systems UK Limited. On 19 March 2002 Keating Gravure systems UK Limited sold their shares back to the company at par. J C Saueressig has an interest in 32 issued ordinary shares of £1 each in the company via his interest in Saueressig GmbH. None of the other directors have any interests in the issued share capital of the company.

B R Lovell has an option to purchase 4 ordinary shares of £1 each in the company as disclosed in note 18 to the accounts.

EUROPEAN MONETARY UNION

The directors are of the opinion that the introduction of the Euro into a commercial environment will cause no disruption to the company's ability to carry on trade in a European market. The directors are taking steps to ensure that the company's systems are able to make a smooth transition to the new currency if and when required.

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 at the end of the year and of the profit or loss for the year then ended.

APEX CYLINDERS LIMITED

DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 JULY 2001

DIRECTORS' RESPONSIBILITIES *(continued)*

In preparing those accounts, the directors are required to select suitable accounting policies, as described on pages 8 to 9, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also prepare the accounts 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 accounts comply with the Companies Act 1985. The directors 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

A resolution to re-appoint Solomon Hare as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Signed on behalf of the directors



A J Rowsell
Director

Approved by the directors on 19 April 2002

APEX CYLINDERS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 5 to 19, together with the accounts of the company for the year ended 31 July 2001 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE 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 those provisions and 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 accounts.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act, and the abbreviated accounts on pages 5 to 19 are properly prepared in accordance with those provisions.



SOLOMON HARE
Chartered Accountants
Registered Auditors
Oakfield House
Oakfield Grove
Clifton
Bristol
BS8 2BN

19 April 2002

APEX CYLINDERS LIMITED**ABBREVIATED PROFIT AND LOSS ACCOUNT****YEAR ENDED 31 JULY 2001**

	Note	2001 £	2000 £
GROSS PROFIT		1,443,060	1,514,551
Distribution costs		59,473	73,451
Administrative expenses		1,067,650	1,077,963
OPERATING PROFIT	2	315,937	363,137
Interest receivable		-	917
Interest payable	5	(164,590)	(194,788)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		151,347	169,266
Tax on profit on ordinary activities	6	(45,285)	(39,541)
RETAINED PROFIT FOR THE FINANCIAL YEAR		106,062	129,725
Balance brought forward		653,414	523,689
Balance carried forward		759,476	653,414

The company has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the company are classed as continuing.

The notes on pages 8 to 19 form part of these accounts.

APEX CYLINDERS LIMITED

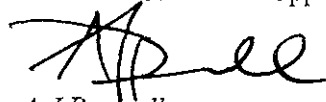
ABBREVIATED BALANCE SHEET

31 JULY 2001

	Note	2001 £	2000 £
FIXED ASSETS			
Tangible assets	7	2,396,326	2,672,763
CURRENT ASSETS			
Stocks	8	94,192	102,067
Debtors	9	607,380	857,176
Cash at bank		54,754	24,855
		<u>756,326</u>	<u>984,098</u>
CREDITORS: Amounts falling due within one year	10	<u>(594,191)</u>	<u>(982,020)</u>
NET CURRENT ASSETS		162,135	2,078
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,558,461</u>	<u>2,674,841</u>
CREDITORS: Amounts falling due after more than one year	11	<u>(1,644,362)</u>	<u>(1,867,690)</u>
		914,099	807,151
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred taxation	13	<u>(154,527)</u>	<u>(153,641)</u>
		<u>759,572</u>	<u>653,510</u>
CAPITAL AND RESERVES			
Called-up equity share capital	18	96	96
Profit and Loss Account		<u>759,476</u>	<u>653,414</u>
EQUITY SHAREHOLDERS' FUNDS	19	<u>759,572</u>	<u>653,510</u>

These accounts have been prepared in accordance with the special provisions for medium-sized companies under Part VII of the Companies Act 1985.

These accounts were approved by the directors on the 19 April 2002 and are signed on their behalf by:


A J Rowsell
Director

The notes on pages 8 to 19 form part of these accounts.

APEX CYLINDERS LIMITED

CASH FLOW STATEMENT

YEAR ENDED 31 JULY 2001

	Note	2001	2000
		£	£
NET CASH INFLOW FROM OPERATING ACTIVITIES	20	784,232	746,579
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Interest received		-	917
Interest paid		(103,639)	(103,919)
Interest element of finance lease		(59,177)	(90,869)
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		(162,816)	(193,871)
TAXATION		(28,975)	23,480
CAPITAL EXPENDITURE			
Payments to acquire tangible fixed assets		(55,135)	(126,457)
NET CASH OUTFLOW FROM CAPITAL EXPENDITURE		(55,135)	(126,457)
CASH INFLOW BEFORE FINANCING		537,306	449,731
FINANCING			
Repayment of loans		(57,097)	(4,981)
Capital element of finance lease		(274,281)	(282,907)
NET CASH OUTFLOW FROM FINANCING		(331,378)	(287,888)
INCREASE IN CASH	21	205,928	161,843

The notes on pages 8 to 19 form part of these accounts.

APEX CYLINDERS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2001

1. ACCOUNTING POLICIES

Basis of accounting

The accounts have been prepared under the historical cost convention, and in accordance with applicable accounting standards.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold property	-	2% on cost
Plant and machinery	-	10 % on cost
Fixtures and fittings	-	20% reducing balance
Motor vehicles	-	25% reducing balance
Computer equipment	-	33% on cost

Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account in proportion to the capital element outstanding.

Finance lease agreements

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included with creditors. Rentals payable are apportioned between the finance element, which is charged to the Profit and Loss Account on a straight line basis, and the capital element which reduces the outstanding obligation for future instalments.

APEX CYLINDERS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2001

1. ACCOUNTING POLICIES *(continued)*

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution, externally managed pension scheme covering some of its employees. Contributions are charged against profits as the contributions are made.

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

Foreign currencies

Assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

2. OPERATING PROFIT

Operating profit is stated after charging:

	2001	2000
	£	£
Depreciation	331,572	403,410
Auditors' remuneration		
- as auditors	4,860	6,088
Operating lease costs:		
Vehicles	21,962	11,196
Net loss on foreign currency translation	81	1,321

3. PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to:

	2001	2000
	No.	No.
Production staff	40	40
Administrative staff	4	4
Directors	2	2
	<u>46</u>	<u>46</u>

APEX CYLINDERS LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31 JULY 2001****3. PARTICULARS OF EMPLOYEES (continued)**

The aggregate payroll costs of the above were:

	2001	2000
	£	£
Wages and salaries	1,289,112	1,271,521
Social security costs	142,318	137,583
Other pension costs	103,875	102,690
	<u>1,535,305</u>	<u>1,511,794</u>

4. DIRECTORS' EMOLUMENTS

The directors' aggregate emoluments in respect of qualifying services were:

	2001	2000
	£	£
Emoluments receivable	136,954	121,376
Value of company pension contributions to money purchase schemes	25,234	25,388
	<u>162,188</u>	<u>146,764</u>

The number of directors who are accruing benefits under company pension schemes were as follows:

	2001	2000
	No.	No.
Money purchase schemes	<u>2</u>	<u>2</u>

5. INTEREST PAYABLE

	2001	2000
	£	£
Interest payable on bank borrowing	41,246	43,289
Finance charges	59,177	90,869
Other similar charges payable	64,167	60,630
	<u>164,590</u>	<u>194,788</u>

APEX CYLINDERS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2001

6. TAX ON PROFIT ON ORDINARY ACTIVITIES

	2001		2000
	£	£	£
In respect of the year:			
Corporation Tax based on the results for the year at 20% (2000 - 20%)		45,352	29,928
Increase in deferred tax provision (Note 13):			
Capital allowances	886		(3,105)
Losses	-		12,718
		886	9,613
		<u>46,238</u>	<u>39,541</u>
Adjustment in respect of previous years:			
Corporation Tax		(953)	-
		<u>45,285</u>	<u>39,541</u>

7. TANGIBLE FIXED ASSETS

	Freehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Computer Equipment £	Total £
COST						
At 1 Aug 2000	1,036,602	3,221,436	248,469	7,500	238,968	4,752,975
Additions	2,145	26,586	7,719	-	18,685	55,135
At 31 Jul 2001	<u>1,038,747</u>	<u>3,248,022</u>	<u>256,188</u>	<u>7,500</u>	<u>257,653</u>	<u>4,808,110</u>
DEPRECIATION						
At 1 Aug 2000	152,211	1,596,117	134,527	6,907	190,450	2,080,212
Charge for the year	20,764	249,174	23,581	147	37,906	331,572
At 31 Jul 2001	<u>172,975</u>	<u>1,845,291</u>	<u>158,108</u>	<u>7,054</u>	<u>228,356</u>	<u>2,411,784</u>
NET BOOK VALUE						
At 31 Jul 2001	<u>865,772</u>	<u>1,402,731</u>	<u>98,080</u>	<u>446</u>	<u>29,297</u>	<u>2,396,326</u>
At 31 Jul 2000	<u>884,391</u>	<u>1,625,319</u>	<u>113,942</u>	<u>593</u>	<u>48,518</u>	<u>2,672,763</u>

During the year directors had a detailed independent valuation performed on the freehold properties which indicated that the buildings are significantly undervalued. However, due to the volatile market, the directors have decided to take the prudent view and continue to value the property at cost.

APEX CYLINDERS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2001

7. TANGIBLE FIXED ASSETS *(continued)*

Hire purchase and finance lease agreements

Included within the net book value of £2,396,326 is £613,257 (2000 - £702,358) relating to assets held under hire purchase agreements, and £229,544 (2000 - £275,440) relating to assets held under finance lease agreements. The depreciation charged in the year in respect of assets held under hire purchase agreements amounted to £89,101 (2000 - £90,169), and £45,896 (2000 - £55,719) in respect of assets held under finance lease agreements.

8. STOCKS

	2001	2000
	£	£
Raw materials	86,702	88,037
Work in progress	7,490	14,030
	<u>94,192</u>	<u>102,067</u>

9. DEBTORS

	2001	2000
	£	£
Trade debtors	466,046	784,942
Amounts owed by related undertakings	52,695	4,673
Other debtors	66,086	48,101
Directors' current accounts	8,200	7,400
Prepayments and accrued income	14,353	12,060
	<u>607,380</u>	<u>857,176</u>

The directors' current accounts relate to amounts owed by B R Lovell and J W Gilmour. The maximum balances owed during the year were £4,900 (2000 - £3,600) and £5,000 (2000 - £5,000) respectively.

APEX CYLINDERS LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31 JULY 2001****10. CREDITORS: Amounts falling due within one year**

	2001	2000
	£	£
Bank loans and overdrafts	35,170	215,618
Trade creditors	103,557	158,795
Other creditors including taxation and social security:		
Corporation tax	45,352	29,928
PAYE and social security	117,336	149,311
HP and finance leases	169,094	272,725
Amounts owed to related undertakings	16,414	66,585
Other creditors	63,700	60,705
	<u>411,896</u>	<u>579,254</u>
Accruals and deferred income	43,568	28,353
	<u>594,191</u>	<u>982,020</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2001	2000
	£	£
Bank loans and overdrafts	35,170	215,618
Finance leases and similar agreements	169,094	272,725
	<u>204,264</u>	<u>488,343</u>

The bank loans and overdraft are secured by fixed and floating charges over the assets of the company. The finance leases and similar agreements are secured on the assets to which they relate.

11. CREDITORS: Amounts falling due after more than one year

	2001	2000
	£	£
Bank loan	440,327	469,854
Other creditors:		
HP and finance leases	203,448	374,098
Other loans (see note 17)	846,302	869,453
Other creditors	3,760	3,760
Accruals and deferred income	150,525	150,525
	<u>1,644,362</u>	<u>1,867,690</u>

Other loans of £846,302 (2000 - £869,453) are not repayable by instalments and do not fall due for repayment within five years. Interest is charged at a rate of 8% per annum.

APEX CYLINDERS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2001

11. CREDITORS: Amounts falling due after more than one year (*continued*)

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2001	2000
	£	£
Bank loan	440,327	469,854
Finance leases and similar agreements	203,448	374,098
	<u>643,775</u>	<u>843,952</u>

12. CREDITORS - CAPITAL INSTRUMENTS

Creditors include finance capital which is due for repayment as follows:

	2001	2000
	£	£
In one year or less, or on demand	35,170	32,411
Between one and two years	37,913	35,506
Between two and five years	133,993	122,758
In five years or more	268,421	318,768
	<u>475,497</u>	<u>509,443</u>

The above liabilities comprise a bank loan repayable by instalments.

13. DEFERRED TAXATION

	2001	2000
	£	£
The movement in the deferred taxation provision during the year was:		
Provision brought forward	153,641	144,028
Increase in provision	886	9,613
Provision carried forward	<u>154,527</u>	<u>153,641</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	2001	2000
	£	£
Excess of taxation allowances over depreciation on fixed assets	<u>154,527</u>	<u>153,641</u>

In addition to the above there is an unprovided deferred tax asset of £11,303 (2000 - £8,774) in respect other timing differences.

APEX CYLINDERS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2001

14. COMMITMENTS UNDER HIRE PURCHASE AND FINANCE LEASE AGREEMENTS

Future commitments under hire purchase and finance lease agreements are as follows:

	2001 £	2000 £
Amounts payable within 1 year	169,094	272,725
Amounts payable between 2 to 5 years	203,448	374,098
	<u>372,542</u>	<u>646,823</u>

15. COMMITMENTS UNDER OPERATING LEASES

At 31 July 2001 the company had annual commitments under non-cancellable operating leases as set out below.

	Assets Other Than Land & Buildings	
	2001 £	2000 £
Operating leases which expire:		
Within 1 year	17,400	1,813
Within 2 to 5 years	8,316	22,756
	<u>25,716</u>	<u>24,569</u>

APEX CYLINDERS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2001

16. TRANSACTIONS WITH THE DIRECTORS

The following amounts are owed to the company's shareholders at 31 July 2001:

Related party	Nature of amount owed	Amount owed 31 July 2001 £	Amount owed 31 July 2000 £	Relationship
Saueressig GmbH	Loan	423,151	323,151	Shareholder
Keating Gravure Systems UK Limited	Loan	-	223,151	Shareholder
Camlyn Investments Limited	Loan	423,151	323,151	Shareholder

During the year loan interest payable of £4,463 (2000 - £8,926) was charged by Keating Gravure Systems UK Limited, £29,852 (2000 - £25,852) was charged by Camlyn Investments Limited and £29,852 (2000 - £25,852) was charged by Saueressig GmbH on the above loans.

The total amounts of accrued loan interest outstanding in respect of these loans at 31 July 2001 was £48,481 (2000 - £48,481) due to Saueressig GmbH, £50,210 (2000 - £50,210) due to Keating Gravure Systems UK Limited and £51,834 (2000 - £51,834) due to Camlyn Investments Limited. All of this is due after more than one year.

The total of loan interest due within one year that was outstanding at the year end was £8,463 (2000 - £6,463) due to Camlyn Investments Limited, £8,469 (2000 - £6,464) due to Saueressig GmbH and £nil (2000 - £2,231) due to Keating Gravure Systems UK Limited.

During the year the company repaid Keating Gravure Systems UK Limited the full £223,151 of the loan. At the same date Saueressig GmbH and Camlyn Investments Limited loaned a further £100,000 each to the company.

APEX CYLINDERS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2001

17. RELATED PARTY TRANSACTIONS

During the year the company entered into trading transactions with one of its shareholders Keating Gravure Systems UK Limited and its subsidiaries as follows:

Amounts owed by the company

Related party	Value of transactions (2001) £	Value of transactions (2000) £	Amount owed 31 July 2001 £	Amount owed 31 July 2000 £
Keating Gravure Systems UK Limited	51,783	95,708	16,414	66,198
Keating Graphics Systems Limited	920	11,703	Nil	387

Amounts owed to the company

Related party	Value of transactions (2001) £	Value of transactions (2000) £	Amount owed 31 July 2001 £	Amount owed 31 July 2000 £
Keating Gravure Systems UK Limited	59,811	24,121	52,695	4,673
Keating Graphics Systems Limited	Nil	1,324	Nil	Nil
Keating Gravure (Ireland) Limited	257	2,743	Nil	Nil

During the year the company made a loan to R Gilmour who is related to J W Gilmour. The maximum amount owed during the year was £5,000 and £4,900 remained outstanding at the year end (2000 - £nil).

APEX CYLINDERS LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31 JULY 2001**

18. SHARE CAPITAL

Authorised share capital:

	2001	2000
	£	£
1,000 Ordinary shares of £1.00 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid:		
	2001	2000
	£	£
Ordinary share capital	<u>96</u>	<u>96</u>

On 6 November 1998, the company granted an option to purchase 4 ordinary shares in the company at a price of £7,000 per share to Brian Lovell, a director of the company until 14 January 2002. The option is exercisable during the period of ten years from the date of grant.

On 19 March 2002 the company repurchased 32 shares from Keating Gravure Systems UK Limited at par.

19. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2001	2000
	£	£
Profit for the financial year	106,062	129,725
Opening shareholders' equity funds	<u>653,510</u>	<u>523,785</u>
Closing shareholders' equity funds	<u>759,572</u>	<u>653,510</u>

**20. RECONCILIATION OF OPERATING PROFIT TO
NET CASH INFLOW FROM OPERATING ACTIVITIES**

	2001	2000
	£	£
Operating profit	315,937	363,137
Depreciation	331,572	403,410
Decrease/(Increase) in stocks	7,875	(4,471)
Decrease/(Increase) in debtors	249,796	(193,011)
(Decrease)/Increase in creditors	(120,948)	177,514
Net cash inflow from operating activities	<u>784,232</u>	<u>746,579</u>

APEX CYLINDERS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2001

21. RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT

	2001		2000	
	£	£	£	£
Increase in cash in the period	205,928		161,843	
Net cash outflow from decreases in finance leases	274,281		282,907	
Net cash outflow from loans	<u>57,097</u>		<u>4,981</u>	
Change in net debt arising from cash flows		537,306		449,731
New hire purchase		-		(30,794)
Net debt at 1 Aug 2000		(2,176,893)		(2,595,830)
Net debt at 31 Jul 2001		<u>(1,639,587)</u>		<u>(2,176,893)</u>

22. ANALYSIS OF CHANGES IN NET DEBT

	At 1 Aug 2000 £	Cash flows £	At 31 Jul 2001 £
Net cash:			
Cash at bank	24,855	29,899	54,754
Bank Overdraft:	(176,029)	176,029	-
Debt due within 1 year	(39,589)	4,419	(35,170)
Debt due after 1 year	(1,339,307)	52,678	(1,286,629)
HP and finance leases	(646,823)	274,281	(372,542)
	<u>(2,176,893)</u>	<u>537,306</u>	<u>(1,639,587)</u>