

COMPANY REGISTRATION NUMBER 35630

WEBSTER & HORSFALL LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR
31 DECEMBER 2002



MGI WENHAM MAJOR
Chartered Accountants & Registered Auditors
89 Cornwall Street
Birmingham
B3 3BY

WEBSTER & HORSFALL LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2002

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WEBSTER & HORSFALL LIMITED
THE DIRECTORS' REPORT
YEAR ENDED 31 DECEMBER 2002

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 December 2002.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year was that of manufacture of wire from steel rod. Following the acquisition of Reddiwire Limited on 5th April 2002, the company has also taken on the role of stockists of machinery, strip metal and additional wire products.

The results for the year and the financial position at the end of the year were considered satisfactory by the directors.

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 financial statements.

The directors have recommended the following dividends:

	2002	2001
	£	£
Proposed dividends on ordinary shares	–	70,038
Dividends paid on ordinary shares	<u>93,384</u>	<u>93,384</u>
	<u>93,384</u>	<u>163,422</u>

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests, including family holdings, in the shares of the company were as follows:

		At	At
	Class of share	31 December 2002	1 January 2002
Mr PJC Robinson	Ordinary "A"	8,000	8,000
	Ordinary "B"	17,875	17,875
Mr CAC Horsfall	Ordinary "B"	2,291	2,291
		–	–
Mr GHGC Horsfall	Ordinary "A"	12,740	12,740
	Ordinary "B"	2,272	2,272
Col JHC Horsfall	Ordinary "A"	21,220	21,220
	Ordinary "B"	7,200	7,200
Mr JMC Horsfall	Ordinary "A"	–	–
	Ordinary "B"	4,612	4,612
Mr CALC Horsfall	Ordinary "A"	160	160
	Ordinary "B"	6,525	6,525
Mr BP Knox-Peebles	Ordinary "A"	12,040	12,040
	Ordinary "B"	18,060	18,060
Mr CW Bragg	Ordinary "A"	500	500
	Ordinary "B"	3,750	3,750
Mr WI Lawrie	Ordinary "A"	1,370	1,370
	Ordinary "B"	<u>5,500</u>	<u>5,500</u>

Mr CAC Horsfall is a joint trustee of a non-beneficial holding of 21,340 ordinary "A" shares (2001: 21,340).

Mr GHGC Horsfall is a joint trustee of a non-beneficial holding of 11,100 ordinary "A" shares (2001: 11,100).

WEBSTER & HORSFALL LIMITED**THE DIRECTORS' REPORT** *(continued)***YEAR ENDED 31 DECEMBER 2002****RETIREMENT OF DIRECTORS**

The following directors are to retire from the board in accordance with the Articles of Association and, being eligible, offer themselves for re-appointment:

Mr PJC Robinson
Mr JMC Horsfall
Mr CALC Horsfall

FIXED ASSETS

The directors are of the opinion that the market value of the properties at the year end would significantly exceed the net book values included in the financial statements, but they are unable to quantify this excess in the absence of a professional valuation, the costs of which are not considered justifiable in view of the company's intention to retain its existing properties for use in its business for the foreseeable future.

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 at the end of the year and of the profit or loss for the year then ended. In preparing those financial statements, the directors are required to:

- select suitable accounting policies, as described on pages 9 to 10, and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- 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. 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.

CLOSE COMPANY PROVISIONS

In the opinion of the directors, the company is a close company within the meaning of S.414 Income and Corporation Taxes Act, 1988 (as amended).

AUDITORS

The auditors changed their name to MGI Wenham Major on 1st February 2003 and accordingly have signed the audit report using their new name.

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

Registered office:
Hay Mills
Birmingham
B25 8DW

Signed on behalf of the directors



PJC Robinson
Director

Approved by the directors on 20 May 2003

WEBSTER & HORSFALL LIMITED
INDEPENDENT AUDITORS' REPORT TO THE COMPANY
PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 4 to 16, together with the financial statements of the company for the year ended 31 December 2002 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company's shareholders, as a body, in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an auditors' 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

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 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 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 financial statements.

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 4 to 16

MGI Wenham Major

89 Cornwall Street
Birmingham
B3 3BY

MGI WENHAM MAJOR
Chartered Accountants
& Registered Auditors

20 May 2003

WEBSTER & HORSFALL LIMITED
ABBREVIATED PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 DECEMBER 2002

	Note	2002 £	2001 £
GROSS PROFIT		1,577,511	1,535,493
Distribution costs		4,744	3,458
Administrative expenses		<u>1,743,181</u>	<u>1,480,718</u>
OPERATING (LOSS)/PROFIT	2	(170,414)	51,317
Income from participating interests	6	28,818	28,818
Interest receivable		11,379	27,468
Interest payable	7	(814)	-
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(131,031)	107,603
Tax on (loss)/profit on ordinary activities	8	(9,653)	9,626
(LOSS)/PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		(121,378)	97,977
Dividends	10	93,384	163,422
LOSS FOR THE FINANCIAL YEAR		(214,762)	(65,445)
Balance brought forward		<u>2,041,666</u>	<u>2,107,111</u>
Balance carried forward		<u><u>1,826,904</u></u>	<u><u>2,041,666</u></u>

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

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

WEBSTER & HORSFALL LIMITED
RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS
YEAR ENDED 31 DECEMBER 2002

	2002	2001
	£	£
(Loss)/Profit for the financial year	(121,378)	97,977
Dividends	<u>(93,384)</u>	<u>(103,422)</u>
	(214,762)	(65,445)
Opening shareholders' equity funds	<u>2,612,015</u>	<u>2,677,460</u>
Closing shareholders' equity funds	<u><u>2,397,253</u></u>	<u><u>2,612,015</u></u>

The notes on pages 9 to 16 form part of these financial statements.

WEBSTER & HORSFALL LIMITED

BALANCE SHEET

31 DECEMBER 2002

	Note	2002		2001	
		£	£	£	£
FIXED ASSETS					
Tangible assets	11		178,137		21,007
Investments	12		<u>18,341</u>		<u>18,340</u>
			196,478		39,347
CURRENT ASSETS					
Stocks	13	1,307,293		743,454	
Debtors	14	2,506,993		1,702,881	
Cash at bank and in hand		<u>216,641</u>		<u>763,065</u>	
		4,030,927		3,209,400	
CREDITORS: Amounts falling due within one year	15		<u>1,830,152</u>		<u>636,732</u>
NET CURRENT ASSETS			<u>2,200,775</u>		<u>2,572,668</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>2,397,253</u>		<u>2,612,015</u>
CAPITAL AND RESERVES					
Called-up equity share capital	19		233,461		233,461
Other reserves	20		336,888		336,888
Profit and Loss Account			<u>1,826,904</u>		<u>2,041,666</u>
SHAREHOLDERS' FUNDS			<u>2,397,253</u>		<u>2,612,015</u>

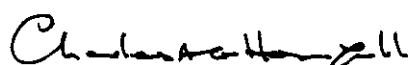
These accounts have been prepared in accordance with the special provisions for medium-sized companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on the 20 May 2003 and are signed on their behalf by:

MR PJC ROBINSON



MR CAC HORSFALL



WEBSTER & HORSFALL LIMITED

CASH FLOW STATEMENT

YEAR ENDED 31 DECEMBER 2002

	2002		2001	
	£	£	£	£
NET CASH OUTFLOW FROM OPERATING ACTIVITIES		(288,263)		(122,527)
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE				
Income from participating interests	28,818		28,818	
Interest received	11,379		27,468	
Interest element of hire purchase	<u>(814)</u>		<u>-</u>	
NET CASH INFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		39,383		56,286
TAXATION		(9,655)		(19,472)
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT				
Payments to acquire tangible fixed assets	(143,757)		(43,602)	
Receipts from sale of fixed assets	<u>17,900</u>		<u>4,850</u>	
NET CASH OUTFLOW FOR CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT		(125,857)		(38,752)
ACQUISITIONS AND DISPOSALS				
Acquisition of shares in group undertakings	<u>(1)</u>		<u>-</u>	
NET CASH OUTFLOW FROM ACQUISITIONS AND DISPOSALS		(1)		-
EQUITY DIVIDENDS PAID		(163,422)		(163,422)
CASH OUTFLOW BEFORE FINANCING		(547,815)		(287,887)
FINANCING				
Capital element of hire purchase	<u>1,391</u>		<u>-</u>	
NET CASH INFLOW FROM FINANCING		1,391		-
DECREASE IN CASH		<u>(546,424)</u>		<u>(287,887)</u>

The notes on pages 9 to 16 form part of these financial statements.

WEBSTER & HORSFALL LIMITED

CASH FLOW STATEMENT *(continued)*

YEAR ENDED 31 DECEMBER 2002

RECONCILIATION OF OPERATING (LOSS)/PROFIT (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES	TO	NET	CASH
	2002		2001
	£		£
Operating (loss)/profit	(170,414)		51,317
Depreciation	82,027		43,602
Profit on disposal of fixed assets	(13,217)		(4,850)
(Increase)/decrease in stocks	(563,839)		134,209
Increase in debtors	(794,458)		(132,236)
Increase/(decrease) in creditors	1,271,721		(214,569)
Adjustment to creditors for non-cash transfer of fixed assets from Reddiwire Ltd	(100,083)		-
Net cash outflow from operating activities	(288,263)		(122,527)

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS

	2002		2001	
	£	£	£	£
Decrease in cash in the period	(546,424)		(287,887)	
Cash outflow in respect of hire purchase	(1,391)		-	
		(547,815)		(287,887)
Change in net funds		(547,815)		(287,887)
Net funds at 1 January 2002		763,065		1,050,952
Net funds at 31 December 2002		215,250		763,065

ANALYSIS OF CHANGES IN NET FUNDS

	At 1 Jan 2002	Cash flows	At 31 Dec 2002
	£	£	£
Net cash:			
Cash in hand and at bank	763,065	(546,424)	216,641
Debt:			
Hire purchase agreements	-	(1,391)	(1,391)
Net funds	763,065	(547,815)	215,250

The notes on pages 9 to 16 form part of these financial statements.

WEBSTER & HORSFALL LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2002

1. ACCOUNTING POLICIES

Basis of accounting

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

Consolidation

In the opinion of the directors, the company and its subsidiary undertakings comprise a medium-sized group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

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	-	Over 40 years
Plant & Machinery	-	10% straight line per annum
Fixtures & Fittings	-	20% straight line per annum
Motor Vehicles	-	25% straight line per annum

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Work in progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

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 at a constant rate of charge on the balance of capital repayments outstanding.

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 pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the Profit and Loss Account.

WEBSTER & HORSFALL LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2002

1. ACCOUNTING POLICIES *(continued)***Foreign currencies**

Assets and liabilities 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 (LOSS)/PROFIT

Operating (loss)/profit is stated after charging/(crediting):

	2002	2001
	£	£
Depreciation	82,027	43,602
Profit on disposal of fixed assets	(13,217)	(4,850)
Auditors' remuneration		
- as auditors	20,187	26,905
Operating lease costs:		
Plant and equipment	2,560	2,560
Vehicles	8,369	-
Net profit on foreign currency translation	<u>(6,608)</u>	<u>(5,854)</u>

3. ACQUISITIONS

It is not considered possible to give an indication of the contribution of the acquisition of Reddiwire Limited on 5th April 2002 to the results for the year ended 31st December 2002 since the trade of the acquired company has been fully incorporated into that of the existing business. Hence the turnover and operating profits solely relating to the acquired company are not separately identifiable.

4. PARTICULARS OF EMPLOYEES

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

	2002	2001
	No	No
Number of production staff	70	70
Number of distribution staff	12	6
Number of administrative staff	16	16
	<u>98</u>	<u>92</u>

The aggregate payroll costs of the above were:

	2002	2001
	£	£
Wages and salaries	1,825,026	1,616,153
Social security costs	168,481	143,903
Staff pension contributions	98,322	85,967
Other pension costs	11,048	9,900
	<u>2,102,877</u>	<u>1,855,923</u>

WEBSTER & HORSFALL LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2002

5. DIRECTORS' EMOLUMENTS

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

	2002	2001
	£	£
Emoluments receivable	178,379	180,441
Value of company pension contributions to money purchase schemes	12,559	9,817
	<u>190,938</u>	<u>190,258</u>

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

	2002	2001
	No	No
Money purchase schemes	<u>2</u>	<u>2</u>

6. INCOME FROM PARTICIPATING INTERESTS

	2002	2001
	£	£
Income from participating interests	<u>28,818</u>	<u>28,818</u>

7. INTEREST PAYABLE

	2002	2001
	£	£
Finance charges	<u>814</u>	<u>-</u>

8. TAX ON LOSS OR PROFIT ON ORDINARY ACTIVITIES**(a) Analysis of charge in the year**

	2002	2001
	£	£
Current tax:		
UK Corporation tax based on the results for the year at 20% (2001 - 20%)	(9,654)	9,654
Over/under provision in prior year	1	(28)
Total current tax	<u>(9,653)</u>	<u>9,626</u>

WEBSTER & HORSFALL LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2002

8. TAX ON LOSS OR PROFIT ON ORDINARY ACTIVITIES *(continued)*

(b) Factors affecting current tax charge

The tax assessed on the (loss)/profit on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 20% (2001 - 20%).

	2002 £	2001 £
(Loss)/profit on ordinary activities before taxation	<u>(131,031)</u>	<u>107,603</u>
Profit/(loss) on ord actvs by rate of tax	(26,206)	21,521
Expenses not deductible for tax purposes	196	1,204
Capital allowances for period in excess of depreciation	(13,712)	(7,307)
Franked investment income	(5,764)	(5,764)
Tax losses carried forward	35,832	-
Adjustment to tax charge in respect of previous periods	<u>1</u>	<u>(28)</u>
Total current tax (note 8(a))	<u>(9,653)</u>	<u>9,626</u>

(c) Factors that may affect future tax charges

There are carried forward tax losses of approximately £179,000.

9. DEFERRED TAXATION

Deferred tax assets to the value of £68,000 have not been recognised in the financial statements since there is uncertainty as to their recoverability given the current lack of taxable profits.

10. DIVIDENDS

The following dividends have been paid or proposed in respect of the year:

	2002 £	2001 £
Proposed dividend on ordinary shares	-	70,038
Dividend paid on ordinary shares	<u>93,384</u>	<u>93,384</u>
	<u>93,384</u>	<u>163,422</u>

WEBSTER & HORSFALL LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2002

11. TANGIBLE FIXED ASSETS

	Freehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Total £
COST					
At 1 January 2002	115,536	1,014,161	153,387	402,136	1,685,220
Additions	-	70,734	29,556	43,467	143,757
Disposals	-	-	-	(89,364)	(89,364)
Transfers	-	255,213	333,632	156,853	745,698
At 31 December 2002	<u>115,536</u>	<u>1,340,108</u>	<u>516,575</u>	<u>513,092</u>	<u>2,485,311</u>
DEPRECIATION					
At 1 January 2002	94,529	1,014,161	153,387	402,136	1,664,213
Charge for the year	-	11,895	51,477	18,655	82,027
On disposals	-	-	-	(84,681)	(84,681)
Transfer	-	224,654	281,325	139,636	645,615
At 31 December 2002	<u>94,529</u>	<u>1,250,710</u>	<u>486,189</u>	<u>475,746</u>	<u>2,307,174</u>
NET BOOK VALUE					
At 31 December 2002	<u>21,007</u>	<u>89,398</u>	<u>30,386</u>	<u>37,346</u>	<u>178,137</u>
At 31 December 2001	<u>21,007</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,007</u>

The cost of depreciable assets included in land and buildings at the year end is £94,529.

Hire purchase agreements

Included within the net book value of £178,137 is £Nil (2001 - £Nil) relating to assets held under hire purchase agreements. The depreciation charged to the accounts in the year in respect of such assets amounted to £6,348 (2001 - £Nil).

12. INVESTMENTS

	Reddiwire Limited £	Webster and Horsfall (Canada) Limited £	Latch and Batchelor Limited £	Total £
COST				
At 1 January 2002	-	5,000	13,340	18,340
Additions	1	-	-	1
At 31 December 2002	<u>1</u>	<u>5,000</u>	<u>13,340</u>	<u>18,341</u>
NET BOOK VALUE				
At 31 December 2002	<u>1</u>	<u>5,000</u>	<u>13,340</u>	<u>18,341</u>
At 31 December 2001	<u>-</u>	<u>5,000</u>	<u>13,340</u>	<u>18,340</u>

WEBSTER & HORSFALL LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2002

12. INVESTMENTS *(continued)*

The company owns 100% of the issued share capital of Webster & Horsfall (Canada) Limited, a company incorporated in Canada. The company ceased trading on 28th January 1993.

The company owns 42.9% of the issued share capital of Latch & Batchelor Limited, a company incorporated in England and Wales. The company manufactures and factors steel wire rope.

The company acquired 100% of the issued share capital of Reddiwire Limited, a company incorporated in England and Wales, on 5th April 2002. Reddiwire Limited ceased trading on 5th April 2002.

	2002 £	2001 £
Aggregate capital and reserves		
Webster & Horsfall (Canada) Limited	(7,400)	8,551
Latch & Batchelor Limited	506,523	522,920
Reddiwire Limited	261,161	-
Profit and (loss) for the year / period		
Webster & Horsfall (Canada) Limited	(15,214)	1,550
Latch & Batchelor Limited	20,648	190,591
Reddiwire Limited	(64,887)	-

13. STOCKS

	2002 £	2001 £
Raw materials	177,537	248,800
Work in progress	307,405	235,719
Finished goods	822,351	258,935
	<u>1,307,293</u>	<u>743,454</u>

14. DEBTORS

	2002 £	2001 £
Trade debtors	2,025,450	1,242,291
Amounts owed by undertakings in which the company has a participating interest	427,458	394,113
Corporation tax repayable	9,654	-
Prepayments and accrued income	44,431	66,477
	<u>2,506,993</u>	<u>1,702,881</u>

WEBSTER & HORSFALL LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2002

15. CREDITORS: Amounts falling due within one year

	2002	2001
	£	£
Trade creditors	1,236,022	327,015
Amounts owed to group undertakings	261,009	-
Corporation tax	-	9,654
Other taxation and social security	182,032	127,088
Hire purchase agreements	1,391	-
Dividends payable	-	70,038
Other creditors	22,935	-
Accruals and deferred income	126,763	102,937
	<u>1,830,152</u>	<u>636,732</u>

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

	2002	2001
	£	£
Secured debt < 1 Yr: Hire purchase agreements	<u>1,391</u>	<u>-</u>

The hire purchase obligation is secured on the asset to which it relates, and is repayable in less than five years.

16. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows:

	2002	2001
	£	£
Amounts payable within 1 year	<u>1,391</u>	-
	<u>1,391</u>	<u>-</u>

17. PENSIONS

The company operates a defined contribution pension scheme. The funds of the scheme are administered by Trustees and are separate from the company. The company's contribution for the year was £98,322 (2001: £85,967)

18. COMMITMENTS UNDER OPERATING LEASES

At 31 December 2002 the company had annual commitments under non-cancellable operating leases as set out below.

	2002		2001	
	Land & Buildings	Other Items	Land & Buildings	Other Items
	£	£	£	£
Operating leases which expire:				
Within 1 year	-	454	-	-
Within 2 to 5 years	85,000	8,383	-	2,560
	<u>85,000</u>	<u>8,837</u>	<u>-</u>	<u>2,560</u>

WEBSTER & HORSFALL LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2002

19. SHARE CAPITAL**Authorised share capital:**

	2002	2001
	£	£
97,982 Ordinary "A" shares of £1 each	97,982	97,982
135,479 Ordinary "B" shares of £1 each	135,479	135,479
161,539 11% non-cumulative preference shares of £1 each	161,539	161,539
	<u>395,000</u>	<u>395,000</u>

Allotted and called up:

	2002		2001	
	No	£	No	£
Ordinary "A" shares fully of £1 each	97,982	97,982	97,982	97,982
Ordinary "B" shares fully paid of £1 each	135,479	135,479	135,479	135,479
	<u>233,461</u>	<u>233,461</u>	<u>233,461</u>	<u>233,461</u>

20. OTHER RESERVES

	2002	2001
	£	£
Capital redemption reserve	161,539	161,539
Plant replacement reserve balance brought forward	31,000	31,000
Capital reserve balance brought forward	100,000	100,000
General reserve balance brought forward	44,349	44,349
	<u>336,888</u>	<u>336,888</u>