

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2003

FOR

D.B.M. CHEMICALS LIMITED



Gary Sargeant + Company
Chartered Accountants
and Registered Auditors
5 White Oak Square
London Road
Swanley, Kent
BR8 7AG

D.B.M. CHEMICALS LIMITED

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FOR THE YEAR ENDED 31 MAY 2003**

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D.B.M. CHEMICALS LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 MAY 2003**

DIRECTOR: M D Hornett

SECRETARY: Mrs H M Hornett

REGISTERED OFFICE: 73 Ferry Lane South
Rainham
Essex
RM13 9YH

REGISTERED NUMBER: 01212067

AUDITORS: Gary Sargeant + Company
Chartered Accountants
and Registered Auditors
5 White Oak Square
London Road
Swanley, Kent
BR8 7AG

D.B.M. CHEMICALS LIMITED

**REPORT OF THE INDEPENDENT AUDITORS TO
D.B.M. CHEMICALS LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the year ended 31 May 2003 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of director and auditors

The director is responsible for preparing the abbreviated financial statements in accordance with Section 246 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 Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions 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 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 Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to five are properly prepared in accordance with those provisions.

Gary Sargeant + Company
Chartered Accountants
and Registered Auditors
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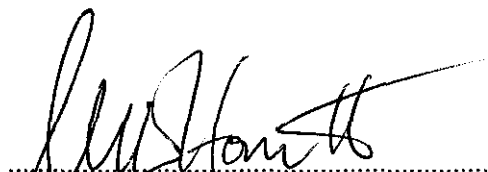


Date:21/2/03.....

D.B.M. CHEMICALS LIMITED**ABBREVIATED BALANCE SHEET****31 MAY 2003**

		2003		2002	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	2		1,571		243
CURRENT ASSETS					
Stocks		33,230		19,020	
Debtors		18,011		41,461	
Cash at bank and in hand		191,925		187,270	
		243,166		247,751	
CREDITORS					
Amounts falling due within one year		26,222		42,282	
NET CURRENT ASSETS			216,944		205,469
TOTAL ASSETS LESS CURRENT LIABILITIES			218,515		205,712
PROVISIONS FOR LIABILITIES AND CHARGES			265		-
			£218,250		£205,712
CAPITAL AND RESERVES					
Called up share capital	3		100		100
Profit and loss account			218,150		205,612
SHAREHOLDERS' FUNDS			£218,250		£205,712

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

ON BEHALF OF THE BOARD:


M D Hornett - Director

Approved by the Board on 2/12/03

The notes form part of these financial statements

D.B.M. CHEMICALS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2003

1. ACCOUNTING POLICIES

Accounting convention

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

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.

Plant and machinery	- 25% per annum on reducing balance
Computer equipment	- 25% per annum on cost

Stocks

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

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

2. TANGIBLE FIXED ASSETS

	Total £
COST:	
At 1 June 2002	5,239
Additions	1,852
	<hr/>
At 31 May 2003	7,091
	<hr/>
DEPRECIATION:	
At 1 June 2002	4,996
Charge for year	524
	<hr/>
At 31 May 2003	5,520
	<hr/>
NET BOOK VALUE:	
At 31 May 2003	1,571
	<hr/>
At 31 May 2002	243
	<hr/>

3. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	2003 £	2002 £
100	Ordinary	£1.00	100	100
			<hr/>	<hr/>

D.B.M. CHEMICALS LIMITED

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2003**

4. ULTIMATE PARENT COMPANY

The ultimate parent company is Hornett Holdings Limited, a company registered in Great Britain.

The intermediate parent company is Hornett Bros & Co Limited, a company registered in Great Britain.

5. RELATED PARTY DISCLOSURES

During the year DBM Chemicals Limited made sales to Hornett Bros & Co Limited, a company in which M D Hornett is a director.

The total value of the sales amounted to £99,675 (2002: £94,610).

At the balance sheet date Hornett Bros & Co Limited owed DBM Chemicals Limited £3,972 (2002: £18,200).

During the year DBM Chemicals Limited purchased goods from Hornett Bros & Co Limited totalling £21,010 (2002: £22,515).

At the balance sheet date DBM Chemicals Limited owed Hornett Bros & Co Limited £1,776 (2002: £5,524).