

**GOODMAN PRICE DEMOLITION LIMITED**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 1999**

**Company Number: 1446685**

FRASER RUSSELL  
Chartered Accountants  
4 London Wall Buildings  
Blomfield Street  
London EC2M 5UQ



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**GOODMAN PRICE DEMOLITION LIMITED**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR TO 31 DECEMBER 1999**

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## GOODMAN PRICE DEMOLITION LIMITED

### REPORT OF THE DIRECTORS

The directors have pleasure in submitting their report together with the audited financial statements of the company for the year to 31 December 1999.

#### Results and dividend

The profit for the year after taxation amounted to £353,327 (1998 (5 months): £15,757).

The directors recommend payment of a dividend for the year of £350,000 (1998 (5 months): £250,000) leaving £3,327 to be transferred to retained earnings.

#### Review of the business

The company's principal activity during the year was that of demolition contractors. The directors consider the year end financial position and the level of activity throughout the year to be satisfactory.

#### Directors and their interests

The directors of the company throughout the year were as follows:

T G Mills                    (Chairman)  
S T Mills  
P J Scarborough  
T F Moxon  
D A Sherwin

None of the directors has any beneficial interest in the shares of the company.

#### Year 2000 issues

The directors do not consider that there are any residual risks or uncertainties in connection with the date change to Year 2000. No exceptional costs have been incurred and are not expected to arise.

#### Statement of 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 and of the profit or loss of the company for that year. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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. 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.

**GOODMAN PRICE DEMOLITION LIMITED****REPORT OF THE DIRECTORS****Auditors**

In accordance with Section 385 of the Companies Act 1985 a resolution proposing the reappointment of Fraser Russell, Chartered Accountants and Registered Auditors, will be put to the Annual General Meeting.

**BY ORDER OF THE BOARD**  
J.M. LEWIS  
Secretary

**Registered Office:**  
4 London Wall Buildings  
Blomfield Street  
LONDON EC2M 5UQ

Dated: 24 May 2000

**AUDITORS' REPORT TO THE MEMBERS OF**  
**GOODMAN PRICE DEMOLITION LIMITED**

We have audited the financial statements on pages 4 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

**Respective responsibilities of directors and auditors**

As described on page 1, the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

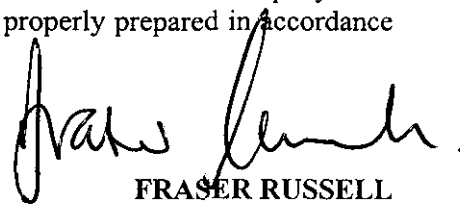
**Basis of opinion**

We conducted our audit in accordance with 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 directors 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 affairs of the company as at 31 December 1999 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**FRASER RUSSELL**  
Chartered Accountants  
and Registered Auditors

4 London Wall Buildings  
Blomfield Street  
London EC2M 5UQ

Date: 24 May 2000

## GOODMAN PRICE DEMOLITION LIMITED

## PROFIT AND LOSS ACCOUNT

For the year ended 31 December 1999

	Notes	1999 £	5 months 1998 £
Turnover	2	4,167,706	534,864
Cost of sales		(3,610,658)	(493,815)
<b>Gross profit</b>		<b>557,048</b>	<b>41,049</b>
Administrative expenses		(35,738)	(13,232)
<b>Operating profit</b>	3	<b>521,310</b>	<b>27,817</b>
Interest payable and similar charges	5	(15,308)	(4,981)
<b>Profit on ordinary activities before taxation</b>		<b>506,002</b>	<b>22,836</b>
Taxation	6	(152,675)	(7,079)
<b>Profit on ordinary activities after taxation</b>		<b>353,327</b>	<b>15,757</b>
Dividends	7	(350,000)	(250,000)
<b>Retained profit/(loss) for the period</b>	16	<b>3,327</b>	<b>(234,243)</b>
<b>Retained profits brought forward</b>		<b>2,293</b>	<b>236,536</b>
<b>Retained profits carried forward</b>		<b>£5,620</b>	<b>£2,293</b>

*All amounts relate to continuing activities.*

*There are no recognised gains and losses other than those stated above.*

*The notes on pages 6 to 10 form an integral part of these financial statements.*

## GOODMAN PRICE DEMOLITION LIMITED

## BALANCE SHEET

As at 31 December 1999

	Notes	1999 £	1998 £
<b>Fixed assets</b>			
Tangible assets	8	338,483	324,852
Investments	9	2	2
		<u>338,485</u>	<u>324,854</u>
<b>Current assets</b>			
Stock and work in progress	10	83,463	111,170
Debtors	11	413,131	79,716
Cash in hand		-	100
		<u>496,594</u>	<u>190,986</u>
<b>Creditors amounts falling due within one year</b>	12	(803,259)	(451,856)
<b>Net current liabilities</b>		<u>(306,665)</u>	<u>(260,870)</u>
<b>Total assets less current liabilities</b>		31,820	63,984
<b>Creditors: amounts falling due after more than one year</b>	13	(9,225)	(45,938)
<b>Provision for liabilities and charges</b>			
Deferred taxation	14	(16,875)	(15,653)
<b>Net assets</b>		<u>£5,720</u>	<u>£2,393</u>
<b>Capital and reserves</b>			
Called up share capital	15	100	100
Profit and loss account		5,620	2,293
<b>Equity shareholders' funds</b>	16	<u>£5,720</u>	<u>£2,393</u>

Approved by the Board on 24 May 2000 and signed on its behalf by:

S.T. MILLS



Directors

D.A. SHERWIN



The notes on pages 6 to 10 form an integral part of these financial statements

**GOODMAN PRICE DEMOLITION LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**For the year ended 31 December 1999**

**1. Accounting policies**

**a) Basis of preparation**

The financial statements have been prepared under the historical cost basis and in accordance with applicable accounting standards. The company has taken advantage of the exemption not to produce a cash flow statement under FRS 1 on the grounds that such a statement is included in the consolidated financial statements.

**b) Depreciation**

Fixed assets are depreciated over their useful lives by methods considered appropriate to each asset category and at the following rates:

Plant and vehicles                      - 20% to 25% reducing balance

**c) Stock and work in progress**

Stock is valued at the lower of cost and net realisable value, on a "first-in, first-out" basis. Work in Progress is stated at cost, plus attributable profits estimated to be earned to date, based on the stage of completion, less provision for any known or anticipated losses and payments on account received and receivable.

**d) Deferred taxation**

Deferred taxation is provided using the liability method in respect of all short term timing differences, together with those other timing differences which are likely to reverse in the foreseeable future.

**e) Leases**

Assets obtained under finance leases and hire purchase contracts are capitalised in the balance sheet and depreciated over their estimated useful lives. The interest element of the rental obligation is charged to the profit and loss account over the year of the lease. Rentals in respect of operating leases are charged to the profit and loss account in the year to which they relate.

**2. Turnover**

Turnover represents the value of work done in the year as adjusted for work in progress, net of value added tax. All turnover and operating profit is derived from the continuing operations of the company.

	1999	5 months 1998
	£	£
<b>3. Operating profit is after charging:</b>		
Auditors' remuneration	3,000	1,250
Depreciation of owned assets	44,768	8,955
Depreciation of assets held under finance leases and hire purchase contracts	44,188	12,465
	<hr/>	<hr/>



## GOODMAN PRICE DEMOLITION LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 1999

## 4. Directors' remuneration

The remuneration of the Chairman and the other directors, who are also directors of the immediate parent company, has been included in administration expenses charged by the immediate parent company and is not separately identifiable.

## 5. Interest payable

	1999 £	5 months 1998 £
Bank loans and overdraft	5,300	2,250
Finance leases and hire purchase contracts	10,008	2,731
	<u>£15,308</u>	<u>£4,981</u>

## 6. Taxation

UK Corporation tax at 30% (1998: 31%)	151,453	3,763
Transfer to deferred taxation	1,222	3,316
	<u>£152,675</u>	<u>£7,079</u>

## 7. Dividends

Final dividend proposed: £3,500 (1998: £2,500 per share)	<u>£350,000</u>	<u>£250,000</u>
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## 8. Tangible fixed assets

	Plant and Vehicles £
<b>Cost</b>	
At 1 January 1999	620,812
Additions	131,100
Disposals	(50,941)
At 31 December 1999	<u>£700,971</u>
<b>Depreciation</b>	
At 1 January 1999	295,960
Charge for the year	88,956
Disposals	(22,428)
At 31 December 1999	<u>£362,488</u>
<b>Net Book Value</b>	
At 31 December 1999	<u>£338,483</u>
At 31 December 1998	<u>£324,852</u>

Included in plant and vehicles at 31 December 1999, are assets held under finance leases and hire purchase contracts with a net book value of £197,228 (1998: £244,216) and depreciation during the year of £44,188 (1998: £12,465).

**GOODMAN PRICE DEMOLITION LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**For the year ended 31 December 1999**

**9. Investments**

The company owns 100% of the issued share capital (2 ordinary shares of £1 each) of A & J Bull Demolition Limited, a company incorporated in England. This company has not traded since its incorporation.

**10. Stock and work in progress**

	<b>1999</b>	<b>1998</b>
	<b>£</b>	<b>£</b>
Work in progress	£83,463	£111,170
	<u>          </u>	<u>          </u>

**11. Debtors**

Trade debtors	338,444	44,795
Amounts due from group undertakings	71,787	-
Other debtors	-	32,020
Prepayments and accrued income	2,900	2,901
	<u>          </u>	<u>          </u>
	£413,131	£79,716
	<u>          </u>	<u>          </u>

**12. Creditors: amounts falling due within one year**

Bank overdraft	450,154	154,326
Trade creditors	63,328	84,489
Amounts owed to group undertakings	12,003	97,634
Amount owed to related undertakings	-	3,525
Obligations under finance leases and hire purchase contracts	101,286	106,869
Corporation tax	151,453	3,763
Other taxes and social security	22,035	-
Accruals and deferred income	3,000	1,250
	<u>          </u>	<u>          </u>
	£803,259	£451,856
	<u>          </u>	<u>          </u>

[The bank overdraft is secured by a composite guarantee supported by a mortgage debenture from the immediate parent and fellow subsidiary undertakings.]

**13. Creditors: amounts falling due after more than one year**

Obligations under finance leases and hire purchase contracts	£9,225	£45,938
	<u>          </u>	<u>          </u>

## GOODMAN PRICE DEMOLITION LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 1999

14.	<b>Deferred taxation</b>		<b>1999</b>	<b>1998</b>
			<b>£</b>	<b>£</b>
	Provision for capital allowances in excess of depreciation:			
	At 1 January 1999		15,653	12,337
	Transfer from profit and loss account		1,222	3,316
			<hr/>	<hr/>
	At 31 December 1999		£16,875	£15,653
			<hr/>	<hr/>
15.	<b>Called up share capital</b>		<b>Allotted, called up and fully paid</b>	
		<b>Authorised</b>	<b>1999</b>	<b>1998</b>
			<b>£</b>	<b>£</b>
	Ordinary shares of £1 each	£1,000	£100	£100
		<hr/>	<hr/>	<hr/>
16.	<b>Reconciliation of movements in shareholders' funds</b>		<b>1999</b>	<b>1998</b>
			<b>£</b>	<b>£</b>
	Profit for the year		353,327	15,757
	Dividends		(350,000)	(250,000)
			<hr/>	<hr/>
	Net movement in shareholders' funds		3,327	(234,243)
	Opening shareholders' funds		2,393	236,636
			<hr/>	<hr/>
	Closing shareholders' funds		£5,720	£2,393
			<hr/>	<hr/>
17.	<b>Lease commitments</b>			
	The net obligations under finance leases and hire purchase contracts included in creditors are repayable as follows:			
			<b>1999</b>	<b>1998</b>
			<b>£</b>	<b>£</b>
	In one year or less		101,286	45,938
	Between two and five years		9,225	106,869
			<hr/>	<hr/>
			£110,511	£152,807
			<hr/>	<hr/>

These obligations were secured on the assets to which they relate.

**GOODMAN PRICE DEMOLITION LIMITED****NOTES TO THE FINANCIAL STATEMENTS****For the year ended 31 December 1999****18. Contingent liabilities**

The company has given a composite guarantee supported by a mortgage debenture in respect of the bank overdraft and loans of other group companies. At 31 December 1999, the aggregate bank overdraft and loans covered by the guarantee amounted to £25,264,214 (1998 : £13,271,220).

**19. Control**

The company's immediate holding company is A & J Bull Limited, a company incorporated in England and Wales, which owns 100% of the issued share capital. Group Fabricom Plc is the parent undertaking of the smallest group for which group accounts are prepared. Copies of the accounts drawn up by this company can be obtained from the following address:

Group Fabricom Plc  
Severalls Lane  
Colchester  
Essex  
CO4 4PD

The company's ultimate holding company is Suez Lyonnaise des Eaux, a company incorporated in France whose principal place of business is in Paris. Copies of the accounts drawn up by this company can be obtained from the following address:

Suez Lyonnaise des Eaux  
1 Rue d'Astorg  
75008, Paris  
France

**20. Related party transactions**

The company has taken advantage of the exemption not to disclose transactions with group companies. After taking into consideration the exemption above there were no material transactions with related parties as defined by FRS 8 'Related Party Transactions'.