

Goodman Price Demolition Limited

FINANCIAL STATEMENTS

for the year ended

31 December 2001



Company Registration No. 01446685

Goodman Price Demolition Limited

DIRECTORS AND OFFICERS

DIRECTORS

R A Mills
T G Mills
T F Moxon

SECRETARY

J A Watkins

COMPANY NUMBER

01446685 (England and Wales)

REGISTERED OFFICE

2 Bloomsbury Street
London
WC1B 3ST

AUDITORS

Baker Tilly
The Clock House
140 London Road
Guildford
Surrey
GU1 1UW

Goodman Price Demolition Limited

DIRECTORS' REPORT

The directors present their report and financial statements of Goodman Price Demolition Limited for the year ended 31 December 2001.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of demolition contractors.

REVIEW OF THE BUSINESS

During the year the company's management purchased the company from its former owners and ceased to be part of the A & J Bull group.

The company traded successfully from April 2001, after the change of ownership, and the directors are satisfied with results for the year.

RESULTS AND DIVIDENDS

The trading profit for the year after taxation was £32,613.

DIRECTORS

The following directors have held office since 1 January 2001:

R A Mills	(Appointed 11 May 2001)
T G Mills	
T F Moxon	
S T Mills	(Resigned 5 February 2002)
P J Scarborough	(Resigned 11 May 2001)
D A Sherwin	(Resigned 11 May 2001)

DIRECTORS' INTERESTS IN SHARES

Directors' interests in the shares of the company, including family interests, were as follows:

	<i>Ordinary shares of £ 1 each</i>	
	31.12.01	1.1.01
R A Mills	100	-
T G Mills	-	-
T F Moxon	-	-
S T Mills	-	-

AUDITORS

Baker Tilly were appointed auditors to the company and in accordance with Section 385 of the Companies Act 1985, a resolution proposing that they be re-appointed will be put to the Annual General Meeting.

On behalf of the board



R A Mills
Director

7 November 2002

Goodman Price Demolition Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

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 period. In preparing those financial statements, the directors are required to:

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

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

We have audited the financial statements on pages 5 to 14.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the other information in the Annual Report, and consider whether it is consistent with the audited financial statements. This other information comprises only the Directors' Report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies within the financial statements. Our responsibilities do not extend to any other information.

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 the company's affairs as at 31 December 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



BAKER TILLY

Registered Auditor
Chartered Accountants
The Clock House
140 London Road
Guildford
Surrey
GU1 1UW

7 November 2002

Goodman Price Demolition Limited

PROFIT AND LOSS ACCOUNT

for the year ended 31 December 2001

	<i>Notes</i>	2001 £	2000 £
TURNOVER	1	1,217,314	1,725,040
Cost of sales		1,023,038	1,444,552
Gross profit		194,276	280,488
Other operating expenses	2	158,094	29,634
OPERATING PROFIT		36,182	250,854
Interest payable	3	2,056	13,047
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	4	34,126	237,807
Taxation	6	1,513	72,185
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		32,613	165,622
Dividends	7	-	150,000
RETAINED PROFIT FOR THE YEAR	14	32,613	15,622

The operating profit for the year arises from the company's continuing operations.

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the Profit and Loss Account.

Goodman Price Demolition Limited

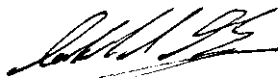
BALANCE SHEET

31 December 2001

	Notes	2001 £	2000 £
FIXED ASSETS			
Tangible assets	8	161,823	311,789
Investments		-	2
		<u>161,823</u>	<u>311,791</u>
CURRENT ASSETS			
Stocks	9	-	245,237
Debtors	10	134,955	131,909
Cash at bank and in hand		122,958	-
		<u>257,913</u>	<u>377,146</u>
CREDITORS: Amounts falling due within one year	11	<u>351,051</u>	<u>648,544</u>
NET CURRENT LIABILITIES		<u>(93,138)</u>	<u>(271,398)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>68,685</u>	<u>40,393</u>
PROVISIONS FOR LIABILITIES AND CHARGES	12	<u>(14,730)</u>	<u>(19,051)</u>
		<u>53,955</u>	<u>21,342</u>
CAPITAL AND RESERVES			
Called up share capital	13	100	100
Profit and loss account	14	53,855	21,242
SHAREHOLDERS' FUNDS	15	<u>53,955</u>	<u>21,342</u>

Approved by the board on 7 November 2002

R A Mills



Director

T F Moxon



Director

Goodman Price Demolition Limited

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention in accordance with applicable accounting standards.

TANGIBLE FIXED ASSETS

Fixed assets are stated at historical cost less depreciation.

Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:-

Plant and machinery	25% reducing balance
Motor vehicles	25% reducing balance

INVESTMENTS

Fixed asset investments are stated at cost less provision for diminution in value.

STOCK AND WORK IN PROGRESS

Work in progress is valued at the lower of cost and net realisable value. Work in progress includes overheads appropriate to the stage of completion. Net realisable value is based upon estimated contract price less further costs expected to be incurred to completion the contract.

DEFERRED TAXATION

The accounting policy in respect of deferred tax has been changed to reflect the requirements of FRS19 - Deferred tax. Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

The above amounts to a change in accounting policy. The previous policy was to provide deferred tax only to the extent that it was probable that liabilities would crystallise in the foreseeable future.

The adoption of the standard has not required a prior period adjustment.

LEASED ASSETS AND OBLIGATIONS

Where assets are financed by leasing agreements that give rights approximating to ownership ('finance leases'), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as obligations to the lessor.

Lease payments are treated as consisting of capital and interest elements, and the interest is charged to the profit and loss account in proportion to the remaining balance outstanding.

PENSIONS CONTRIBUTIONS

The pension costs charged in the financial statements represent the contributions payable by the company during the year.

TURNOVER

Turnover represents the invoiced value, net of Value Added Tax, of goods sold and services provided to customers.

Goodman Price Demolition Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2001

1. TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The company's turnover and profit before taxation were all derived from its principal activity wholly undertaken in the United Kingdom.

2. OTHER OPERATING EXPENSES

2001	2000
£	£

Administrative expenses	158,094	29,634
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3. INTEREST PAYABLE

2001	2000
£	£

On bank loans and overdrafts	1,350	5,400
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Hire purchase interest	706	7,647
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2,056	13,047
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4. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

2001	2000
£	£

Profit on ordinary activities before taxation is stated after charging/(crediting):

Depreciation of tangible assets:

Charge for the year:

owned assets	44,676	37,223
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leased assets	-	39,458
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Profit on disposals	(21,463)	-
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Auditors' remuneration	4,250	3,000
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Goodman Price Demolition Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2001

5. EMPLOYEES

The average monthly number of persons (including directors) employed by the company during the year was:	2001 No.	2000 No.
Demolition services	5	-
Administration	1	1
	<u>6</u>	<u>1</u>
	£	£
Staff costs for the above persons:		
Wages and salaries	94,738	-
Social security costs	9,625	-
Other pension costs	2,887	-
	<u>107,250</u>	<u>-</u>

DIRECTORS' REMUNERATION

	2001 £	2000 £
Emoluments for qualifying services	25,998	-
Company pension contributions to money purchase schemes	1,531	-
	<u>27,529</u>	<u>-</u>

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 1 (2000 - 0).

Goodman Price Demolition Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2001

6. TAXATION	2001 £	2000 £
Domestic current year tax		
U.K. corporation tax	5,834	70,009
	<u>5,834</u>	<u>70,009</u>
Current tax charge	5,834	70,009
Deferred tax		
Deferred tax charge/credit current year	(4,321)	2,176
	<u>1,513</u>	<u>72,185</u>
Factors affecting the tax charge for the year		
Profit on ordinary activities before taxation	34,126	237,807
	<u>34,126</u>	<u>237,807</u>
Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00% (2000 : 30.00%)	10,238	71,342
	<u>10,238</u>	<u>71,342</u>
Effects of:		
Non deductible expenses	205	522
Capital allowances in excess of depreciation	(3,135)	(1,855)
Other tax adjustments	(1,474)	-
	<u>(4,404)</u>	<u>(1,333)</u>
Current tax charge	5,834	70,009
	<u>5,834</u>	<u>70,009</u>
7. DIVIDENDS	2001 £	2000 £
Ordinary:		
Interim paid - Nil (2000 - £1,500.00)	-	150,000
	<u>-</u>	<u>150,000</u>

Goodman Price Demolition Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 December 2001

8. TANGIBLE FIXED ASSETS

	<i>Plant and machinery</i> £	<i>Motor vehicles</i> £	<i>Total</i> £
Cost			
1 January 2001	744,163	-	744,163
Additions	13,152	63,697	76,849
Disposals	(499,561)	-	(499,561)
31 December 2001	257,754	63,697	321,451
Depreciation			
1 January 2001	432,374	-	432,374
Charge in the year	38,665	6,011	44,676
Disposals	(317,422)	-	(317,422)
31 December 2001	153,617	6,011	159,628
Net book value			
31 December 2001	104,137	57,686	161,823
31 December 2000	311,789	-	311,789

9. WORK IN PROGRESS

	2001 £	2000 £
Work in progress	-	245,237

10. DEBTORS

	2001 £	2000 £
Due within one year:		
Trade debtors	67,703	117,728
Amounts owed by group undertakings	-	11,151
Other debtors	62,332	-
Prepayments and accrued income	4,920	3,030
	134,955	131,909

Goodman Price Demolition Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 December 2001

11. CREDITORS: Amounts falling due within one year	2001 £	2000 £
Bank loans and overdrafts	-	96,772
Obligations under finance lease and hire purchase contracts	-	9,225
Trade creditors	219,956	132,346
Amounts owed to group undertakings	-	304,746
Corporation tax	5,834	70,009
Other taxes and social security costs	11,447	32,446
Directors' current accounts	100,000	-
Other creditors	2,189	-
Accruals and deferred income	11,625	3,000
	<u>351,051</u>	<u>648,544</u>

	2001 £	2000 £
Obligations under finance leases and hire purchase contracts:		
Repayable within one year	-	9,931
Finance charges and interest allocated to future accounting periods	-	(706)
	<u>-</u>	<u>9,225</u>

12. PROVISIONS FOR LIABILITIES AND CHARGES

	<i>Deferred taxation</i> £
Balance at 1 January 2001	19,051
Transfer to profit and loss account	(4,321)
Balance at 31 December 2001	<u>14,730</u>

Deferred taxation provided in the financial statements is as follows:

	2001 £	2000 £
Excess of tax allowances over depreciation	<u>14,730</u>	<u>19,051</u>

Goodman Price Demolition Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2001

13. SHARE CAPITAL	2001 £	2000 £
Authorised:		
100 Ordinary shares of £ 1 each	100	100
	<u> </u>	<u> </u>
Allotted, issued and fully paid:		
100 Ordinary shares of £ 1 each	100	100
	<u> </u>	<u> </u>

14. STATEMENT OF MOVEMENT ON RESERVES

	<i>Profit and loss account</i> £
1 January 2001	21,242
Retained profit for the year	32,613
	<u> </u>
31 December 2001	53,855
	<u> </u>

15. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS	2001 £	2000 £
Profit for the financial year	32,613	165,622
Dividends	-	(150,000)
	<u> </u>	<u> </u>
Net addition to shareholders' funds	32,613	15,622
Opening shareholders' funds	21,342	5,720
	<u> </u>	<u> </u>
Closing shareholders' funds	53,955	21,342
	<u> </u>	<u> </u>

16. PENSION COMMITMENTS

DEFINED CONTRIBUTION

	2001 £	2000 £
Contributions payable by the company for the year	2,887	-
	<u> </u>	<u> </u>

17. TRANSACTIONS WITH DIRECTORS

During the year the company hired plant and machinery, on normal commercial terms, from T G Mills Limited for £48,890. The director Mr T G Mills is a director and controlling shareholder of T G Mills Limited. At the balance sheet date £38,540 was due to T G Mills Limited and is included in trade creditors.

Goodman Price Demolition Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2001

18. CONTROL

The ultimate controlling party is the director Mr R A Mills.