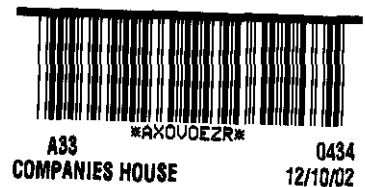


JACK ARMSTRONG & CO LTD
FINANCIAL STATEMENTS
YEAR ENDED
31 JANUARY 2002

Company Registration Number 2777353



LEVICKS
Chartered Accountants and Business Advisers

JACK ARMSTRONG & CO LTD

FINANCIAL STATEMENTS

YEAR ENDED 31 JANUARY 2002

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JACK ARMSTRONG & CO LTD**THE DIRECTOR'S REPORT****YEAR ENDED 31 JANUARY 2002**

The director presents her report and the unaudited financial statements of the company for the year ended 31 January 2002.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the distribution of Ecoflow and Bioflow products.

THE DIRECTOR AND HER INTERESTS IN SHARES OF THE COMPANY

The director who served the company during the year together with her beneficial interests in the shares of the company was as follows:

	Ordinary Shares of £1 each	
	At 31 January 2002	At 1 February 2001
S Armstrong	<u>5,000</u>	<u>5,000</u>

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:

Levicks
West Hill
61 London Road
Maidstone
Kent
ME16 8TX

Signed by order of the director



DENNIS STONES
Company Secretary

Approved by the director on 7.10.02

JACK ARMSTRONG & CO LTD**PROFIT AND LOSS ACCOUNT****YEAR ENDED 31 JANUARY 2002**

	Note	2002 £	2001 £
TURNOVER		24,160	44,741
Cost of sales		<u>17,494</u>	<u>19,316</u>
GROSS PROFIT		6,666	25,425
Distribution costs		230	569
Administrative expenses		10,199	11,010
Other operating income		<u>(13,917)</u>	<u>-</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		10,154	13,846
Tax on profit on ordinary activities		-	-
RETAINED PROFIT FOR THE FINANCIAL YEAR		10,154	13,846
Balance brought forward		<u>(48,828)</u>	<u>(62,674)</u>
Balance carried forward		<u>(38,674)</u>	<u>(48,828)</u>

JACK ARMSTRONG & CO LTD**BALANCE SHEET****31 JANUARY 2002**

	Note	2002 £	£	2001 £	£
FIXED ASSETS					
Tangible assets	3		1,008		1,187
CURRENT ASSETS					
Stocks		813		1,096	
Debtors	4	37		—	
Cash at bank and in hand		2,444		505	
		<u>3,294</u>		<u>1,601</u>	
CREDITORS: Amounts falling due within one year	5	<u>37,976</u>		<u>46,616</u>	
NET CURRENT LIABILITIES			<u>(34,682)</u>		<u>(45,015)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(33,674)</u>		<u>(43,828)</u>
CAPITAL AND RESERVES					
Called-up equity share capital	8		5,000		5,000
Profit and Loss Account			<u>(38,674)</u>		<u>(48,828)</u>
DEFICIENCY			<u>(33,674)</u>		<u>(43,828)</u>

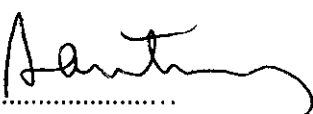
The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges her responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved and signed by the director on7-10-02.....


.....
S ARMSTRONG

JACK ARMSTRONG & CO LTD**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31 JANUARY 2002****1. ACCOUNTING POLICIES****Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

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:

Equipment 15% reducing balance

Stocks

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

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.

2. OPERATING PROFIT

Operating profit is stated after charging:

	2002 £	2001 £
Director's emoluments	—	—
Depreciation	<u>179</u>	<u>209</u>

3. TANGIBLE FIXED ASSETS

	Equipment £
COST	
At 1 February 2001 and 31 January 2002	<u>2,491</u>
DEPRECIATION	
At 1 February 2001	1,304
Charge for the year	<u>179</u>
At 31 January 2002	<u>1,483</u>
NET BOOK VALUE	
At 31 January 2002	<u>1,008</u>
At 31 January 2001	<u>1,187</u>

JACK ARMSTRONG & CO LTD**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31 JANUARY 2002****4. DEBTORS**

	2002	2001
	£	£
Prepayments and accrued income	<u>37</u>	<u>—</u>

5. CREDITORS: Amounts falling due within one year

	2002		2001
	£		£
Other creditors including taxation:			
VAT	589	421	
Directors current accounts	36,738	45,370	
Other creditors	<u>649</u>	<u>825</u>	
	<u>37,976</u>		<u>46,616</u>

6. DEFERRED TAXATION

No provision has been made in the accounts and the amounts unprovided at the end of the year are as follows:

	2002	2001
	£	£
Excess of taxation allowances over depreciation on fixed assets	<u>53</u>	<u>54</u>

7. RELATED PARTY TRANSACTIONS

The company was under the control of S Armstrong throughout the current and previous year. S Armstrong is the managing director and majority shareholder.

During the year to 31 January 2002 the director withdrew £10,300 (2001 - £16,800), paid £1,680 (2001 - £1,680) in to the company, and had expenses paid by the company totalling £12 (2001 - £nil). As at 31 January 2002 the company owed the director £36,738 (2001 - £45,370).

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

	2002	2001
	£	£
1,000,000 Ordinary shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>

Allotted, called up and fully paid:

	2002	2001
	£	£
Ordinary share capital	<u>5,000</u>	<u>5,000</u>

JACK ARMSTRONG & CO LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 JANUARY 2002

9. GOING CONCERN

As at 31 January 2002 the company had net current liabilities of £34,682 and is therefore dependent on the continued support of its director. The company trades profitably on a current basis and continues to pay its bills as they fall due. The director anticipates that this will continue and therefore considers the company to be a going concern.