
WAKEFIELD ENVIRONMENTAL DEVELOPMENTS LIMITED

Company registration number 02871169

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MARCH 2003

**Creers
St Andrew's House
Spen Lane
York
YO1 7FS**



WAKEFIELD ENVIRONMENTAL DEVELOPMENTS LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2003

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WAKEFIELD ENVIRONMENTAL DEVELOPMENTS LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 MARCH 2003

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 March 2003.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the undertaking of physical environmental projects to bring unproductive land and buildings back into beneficial use. This included the development of an Intermediate Labour Market within the Wakefield District.

In addition Wakefield Environmental Developments Limited increased its work with local companies requiring support in improving their environmental management performance.

DIRECTORS

The directors who served the company during the year were as follows:

Mr J M Mackman

Mr K S Taylor

The company is a wholly owned subsidiary and the interests of the group directors are disclosed in the financial statements of the parent company.

The directors are permanent and are not required to retire by rotation.

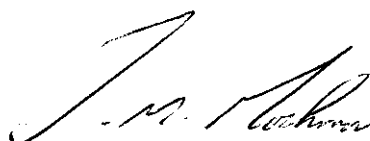
SMALL COMPANY PROVISIONS

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

Registered office:

First Floor
Chantry House
123 Kirkgate
Wakefield
WF1 1JG

Signed on behalf of the directors



Mr J M MACKMAN
Director

Approved by the directors on 31 July 2003

WAKEFIELD ENVIRONMENTAL DEVELOPMENTS LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

YEAR ENDED 31 MARCH 2003

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 page 7, 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.

WAKEFIELD ENVIRONMENTAL DEVELOPMENTS LIMITED**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS****YEAR ENDED 31 MARCH 2003**

We have audited the financial statements on pages 5 to 8 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out on page 7.

This report is made solely to the company's shareholders, as a body, in accordance with Section 235 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' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable United Kingdom law and Accounting Standards are set out in the Statement of Directors' Responsibilities on page 2.

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 Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it. Our responsibilities do not extend to any other information.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with United Kingdom 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.

WAKEFIELD ENVIRONMENTAL DEVELOPMENTS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS *(continued)*

YEAR ENDED 31 MARCH 2003

OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 2003 and of the profit of the company for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.



St. Andrew's House
Spen Lane
York
YO1 7FS

CREERS
Chartered Accountants
& Registered Auditors

31 July 2003

WAKEFIELD ENVIRONMENTAL DEVELOPMENTS LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MARCH 2003

	Note	2003 £	2002 £
TURNOVER		1,267,067	761,832
Cost of sales		1,236,403	730,475
GROSS PROFIT		30,664	31,357
Administrative expenses		3,487	3,160
OPERATING PROFIT	2	27,177	28,197
Interest receivable		12,086	10,714
Deed of covenant		(29,263)	(38,911)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		10,000	—
RETAINED PROFIT FOR THE FINANCIAL YEAR		10,000	—

WAKEFIELD ENVIRONMENTAL DEVELOPMENTS LIMITED

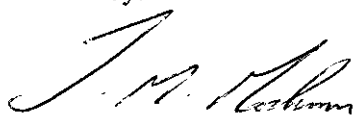
BALANCE SHEET

31 MARCH 2003

	Note	2003 £	2002 £
CURRENT ASSETS			
Stocks		12,356	22,585
Debtors	3	410,025	233,642
Cash at bank		558,499	440,000
		<u>980,880</u>	<u>696,227</u>
CREDITORS: Amounts falling due within one year	4	<u>970,878</u>	<u>696,225</u>
NET CURRENT ASSETS		<u>10,002</u>	<u>2</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>10,002</u>	<u>2</u>
CAPITAL AND RESERVES			
Called-up equity share capital	6	2	2
Profit and loss account		10,000	—
SHAREHOLDERS' FUNDS		<u>10,002</u>	<u>2</u>

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 June 2002).

These financial statements were approved by the directors on the 31 July 2003 and are signed on their behalf by:


MR J M MACKMAN

WAKEFIELD ENVIRONMENTAL DEVELOPMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2003

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 June 2002).

Turnover

Turnover represents the release of Landfill Tax Credit and other income over the lives of relevant projects. Income is released based upon the amount of project costs incurred so as to apportion any surpluses over the lives of the projects.

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.

2. OPERATING PROFIT

Operating profit is stated after charging:

	2003 £	2002 £
Directors' emoluments	—	—
Auditors' fees	1,950	2,594
	<hr/>	<hr/>

There is one director to whom benefits are accruing under the holding company's defined benefit pension scheme.

3. DEBTORS

	2003 £	2002 £
Trade debtors	388,866	233,642
Other debtors	19,793	—
Prepayments and accrued income	1,366	—
	<hr/>	<hr/>
	410,025	233,642
	<hr/>	<hr/>

WAKEFIELD ENVIRONMENTAL DEVELOPMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2003

4. CREDITORS: Amounts falling due within one year

	2003	2002
	£	£
Bank overdraft	77,239	38,921
Trade creditors	258,019	45,954
Other creditors including taxation:		
Amounts due to holding company	78,695	108,632
VAT	—	130,182
Other creditors	—	31,209
Accruals and deferred income	556,925	341,327
	<u>970,878</u>	<u>696,225</u>

5. RELATED PARTY TRANSACTIONS

As the consolidated financial statements of The Wakefield Groundwork Trust include the transactions of Wakefield Environmental Developments Limited, the directors have taken advantage of the exemption from disclosing group transactions conferred by the Financial Reporting Standard for Smaller Entities (effective June 2002).

6. SHARE CAPITAL

Authorised share capital:

	2003	2002
	£	£
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

Allotted, called up and fully paid:

	2003		2002	
	No	£	No	£
Ordinary shares of £1 each	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>

7. LANDFILL TAX CREDIT SCHEME

The company receives funding via the landfill tax credit scheme through its registration as an environmental body.

	2003	2002
	£	£
Credits received	517,997	426,035
Project expenditure	<u>359,971</u>	<u>176,771</u>

8. ULTIMATE PARENT COMPANY

The company's ultimate parent company is The Wakefield Groundwork Trust, registered in England.