

COMPANY NUMBER: 2902353

Report of the Directors and
Financial Statements for the year ended 31st December 2001
for
ACP Water Treatment Limited

**PORTER & COMPANY
ACCOUNTANTS
17 SELWYN ROAD
NEW MALDEN
SURREY
KT3 5AU**

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ACP Water Treatment Limited

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for the year ended 31st December 2001

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ACP WATER TREATMENT LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31ST DECEMBER 2001

Directors: A Ripley
C B Wakeford

Secretary: A Ripley

Company Number: 2902353 (England and Wales)

Registered Office: 5A Southbank,
Thames Ditton,
Surrey,
KT7 0UD.

Accountants: Porter & Company,
17 Selwyn Road,
New Malden,
Surrey KT3 5AU.

ACP WATER TREATMENT LIMITED

5A Southbank, Thames Ditton, Surrey KT7 0UD

DIRECTORS' REPORT

for the year ended 31st December 2001

The Directors present their report with the financial statements of the Company for the year ended 31st December 2001.

PRINCIPAL ACTIVITY

The principal activity of the Company was that of renovation of storage tanks and cooling towers to ensure that the water quality conformed with current legislation.

DIRECTORS RESPONSIBILITIES

Company Law requires the Directors to prepare accounts for each financial year which give a true and fair view. In preparing those accounts the Directors are required to:

- i) Select suitable accounting policies and apply them consistently.
- ii) Make judgements and estimates that are reasonable and prudent.
- iii) Prepare the accounts on the going concern basis unless it is not appropriate 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 accounts 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.

DIRECTORS

The Directors of the Company during the period and their interests in the shares of the Company as recorded in the register of Directors' interests were as follows:

	31 st December 2001	31 st December 2000
A Ripley	100	100
C B Wakeford	100	100

All the Directors, being eligible, offer themselves for election at the forthcoming Annual General Meeting.

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

Signed on behalf of the Board of Directors

..... A Ripley
26th June 2002

ACP WATER TREATMENT LIMITED
PROFIT & LOSS ACCOUNT
For the year ended 31st December 2001

		<u>2001</u>	<u>2000</u>
		£	£
Turnover	Note 1	498,006	502,454
Cost of Sales		(165,113)	(186,110)
Gross Profit		-----	-----
		332,893	316,344
Administrative Expenses		(299,823)	(276,554)
Operating Profit	2	-----	-----
		33,070	39,790
Interest receivable		3,792	4,674
Interest payable		-	(15)
		-----	-----
Profit on ordinary activities before taxation		36,862	44,449
Tax on profit on ordinary activities	3	(5,789)	(6,907)
		-----	-----
Profit on ordinary activities after taxation		31,073	37,542
Dividends	4	(30,000)	(20,000)
		-----	-----
Retained profit for the year		1,073	17,542
Retained profit brought forward		151,607	134,065
		-----	-----
Retained profit carried forward		152,680	151,607
		=====	=====

CONTINUING OPERATIONS

None of the Company's activities were acquired or discontinued during the year.

TOTAL RECOGNISED GAINS AND LOSSES

The Company has no recognised gains or losses other than the profit/(loss) for the current period.

The notes on pages 6 to 9 form part of these accounts.

ACP WATER TREATMENT LIMITED
BALANCE SHEET
As at 31st December 2001

		2001	2000
		£	£
	Note		
<u>FIXED ASSETS</u>			
Tangible fixed assets	5	37,715	47,087
<u>CURRENT ASSETS</u>			
Stock		1,967	1,803
Debtors	6	131,985	91,678
Cash at bank and in hand		117,277	131,968
		-----	-----
		251,229	225,449
Creditors: Amounts falling due within one year	7	(136,064)	(120,729)
		-----	-----
Net current Assets		115,165	104,720
		-----	-----
Total assets less current liabilities		152,880	151,807
		=====	=====
<u>CAPITAL AND RESERVES</u>			
Called up share capital	8	200	200
Profit and Loss Account		152,680	151,607
		-----	-----
Equity Shareholders' Funds		152,880	151,807
		=====	=====

STATEMENT BY THE DIRECTORS

The Directors:

- (i) have taken advantage of S249A(1) of the Companies Act 1985 in not having these accounts audited;
- (ii) confirm that no notice has been deposited under S249B(2) of the Companies Act 1985;

The Balance Sheet is continued on page 5


ACP WATER TREATMENT LIMITED

BALANCE SHEET (Continued)

As at 31st December 2001

- (iii) acknowledge their responsibilities for ensuring that the Company keeps accounting records which comply with S221 of the Companies Act 1985;
- (iv) acknowledge their responsibilities for preparing accounts which give a true and fair view of the Company as at 31st December 2001 and of its profit or loss for the year then ended in accordance with the requirement of S226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the Company;
- (v) have taken advantage of the exemptions conferred by S246 of the Companies Act 1985 on the basis that the Company qualifies as a small Company.

These financial statements were Approved by the Board of Directors on 26th June 2002 and were signed on its behalf by

.....  C B Wakeford (Director)

The notes on pages 6 to 9 form part of these accounts.

ACP WATER TREATMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31st December 2001

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 1999).

Turnover

Turnover represents the invoiced value of goods and services supplied by the company exclusive of value added tax and trade discount.

Depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Plant & machinery	25% reducing balance
Motor vehicles	25% reducing balance
Office equipment	25% reducing balance

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership rest with the lessor are charged to the profit and loss account as incurred.

Stocks

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

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Pension

The company operates a defined contribution pension scheme and the pension charged represents the amounts payable by the company to the fund in respect of the year.

ACP WATER TREATMENT LIMITED**NOTES TO THE FINANCIAL STATEMENTS**For the year ended 31st December 2001

2. OPERATING PROFIT

	2001	2000
	£	£
The operating profit is stated after charging		
Depreciation - owned assets	12,836	15,696
Pension costs	2,880	2,840
	=====	=====
Directors' emoluments and other benefits, etc.	133,000	138,904
	=====	=====

3. TAXATION

UK Corporation tax	5,789	6,907
	=====	=====

4. DIVIDENDS

On equity shares		
Total dividends paid	30,000	20,000
	=====	=====

ACP WATER TREATMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31st December 2001**5. TANGIBLE FIXED ASSETS**

	Plant and Machinery	Motor Vehicles	Fixtures & Equipment	Total
	£	£	£	£
COST				
As at 1 January 2001	4,666	66,157	18,687	89,510
Additions	-	-	11,035	11,035
Disposals	-	(10,095)	-	(10,095)
	-----	-----	-----	-----
31 st December 2001	4,666	56,062	29,722	90,450
	=====	=====	=====	=====
DEPRECIATION				
As at 1 January 2001	3,201	30,569	8,653	42,423
Charge for the period	366	7,006	5,464	12,836
On disposals	-	(2,524)	-	(2,524)
	-----	-----	-----	-----
At 31 st December 2001	3,567	35,051	14,117	52,735
	=====	=====	=====	=====
NET BOOK VALUE				
At 31 st December 2001	1,099	21,011	15,605	37,715
	=====	=====	=====	=====
At 31 st December 2000	1,465	35,588	10,034	47,087
	=====	=====	=====	=====

**6. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	<u>2001</u>	<u>2000</u>
	£	£
Trade Debtors	117,757	85,358
Other Debtors	14,228	6,320
	-----	-----
	131,985	91,678
	=====	=====

ACP WATER TREATMENT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31st December 2001

7. CREDITORS: Amounts falling due within one year

	<u>2001</u>	<u>2000</u>
	£	£
Trade Creditors	2,963	4,730
Corporation Tax	5,789	6,907
Social Security & other Taxes	42,680	27,388
Other Creditors	84,632	81,704
	-----	-----
	136,064	120,729
	=====	=====

8. SHARE CAPITAL

	<u>2001</u>	<u>2000</u>
	£	£
Authorised		
1000 Ordinary Shares of £1 each	1000	1000
	-----	-----
Allotted called up and fully paid		
200 Ordinary Shares of £1 each	200	200
	===	===

9. PENSION COMMITMENTS

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independent administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £2,880 (2000: £2,840).

10. CONTROLLING PARTY

A Ripley and C B Wakeford control the company by virtue of their shareholdings in the company.

ACP WATER TREATMENT LIMITED

Report of the Accountants to the Directors of
ACP Water Treatment Limited

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31st December 2001 set out on pages three to nine and you consider that the company is exempt from an audit in accordance with section 249A of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



Porter & Company
Accountants
17 Selwyn Road
New Malden
Surrey KT3 5AU

Dated: 26th June 2002

This page does not form part of the statutory financial statements

ACP WATER TREATMENT LIMITED
TRADING PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31st DECEMBER 2001

	<u>2001</u>		<u>2000</u>	
	£	£	£	£
TURNOVER				
Sales		498,006		502,454
COST OF SALES				
Opening stock	1,803		2,000	
Purchases	30,140		46,267	
Wages and salaries	104,650		109,434	
National insurance	9,748		10,530	
Consumables	18,892		17,981	
Hire of plant & equipment	262		-	
Small tools	1,273		1,254	
Protective clothing	312		447	
Closing stock	(1,967)		(1,803)	
	-----		-----	
		165,113		186,110
		-----		-----
GROSS PROFIT		332,893		316,344
OTHER INCOME				
Bank interest receivable	3,784		4,674	
Other interest receivable	8		-	
Other interest - on overdue tax	-		(15)	
	-----		-----	
		3,792		4,659
		-----		-----
Carried forward		336,685		321,003

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ACP WATER TREATMENT LIMITED
TRADING PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31st DECEMBER 2001

	<u>2001</u>	<u>2000</u>
	£	£
Brought forward	336,685	321,003
ADMINISTRATION EXPENSES:		
Directors salaries	133,000	121,000
Directors keyman insurance	558	558
Directors pension costs	2,880	2,840
Staff salaries	63,912	55,001
National insurance	19,557	20,043
Staff training	1,624	1,460
Motor running cost	31,698	28,516
Entertainment	1,379	554
Hotels, travel & subsistence	2,305	2,640
Printing & stationery	2,877	2,664
Telephone & fax	5,213	4,959
Computer cost	327	1,703
Advertising & promotion	838	917
Trade subscription	465	178
Bookkeeping	-	2,000
Accountancy	1,575	1,600
Legal & professional	721	950
Bank charges	424	436
Bad debts	2,335	(1,632)
Sundry expenses	302	631
Rent	8,469	7,276
Rates	1,258	1,518
Light & heat	424	229
Insurances	3,950	2,982
Repairs & maintenance	825	536
Depreciation - motor vehicle	7,006	11,863
Depreciation - office equipment	5,830	3,833
Loss on sale of tangible asset	71	1,299
	-----	-----
	299,823	276,554
	-----	-----
NET PROFIT	36,862	44,449
	=====	=====

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