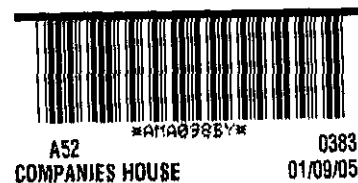


COMPANY NUMBER: 2902353

Report of the Directors and  
Financial Statements for the year ended 31<sup>st</sup> December 2004  
for  
ACP Water Treatment Limited

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

TEL: 020 8942 6264  
FAX: 020 8942 3669



**ACP Water Treatment Limited**

**Contents of the Financial Statements**  
**for the year ended 31<sup>st</sup> December 2004**

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**ACP WATER TREATMENT LIMITED**

**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2004**

**Directors:** A Ripley  
C B Wakeford

**Secretary:** A Ripley

**Company Number:** 2902353 (England and Wales)

**Registered Office:** 43, Terrace Road  
Walton on Thames  
Surrey,  
KT12 2SP.

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

**ACP WATER TREATMENT LIMITED**

43 Terrace Road Walton on Thames, Surrey KT12 2SP

**DIRECTORS' REPORT**

for the year ended 31<sup>st</sup> December 2004

The Directors present their report with the financial statements of the Company for the year ended 31<sup>st</sup> December 2004.

**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 <sup>st</sup> December 2004	31 <sup>st</sup> December 2003
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  
10<sup>th</sup> August 2005

**ACP WATER TREATMENT LIMITED**  
**PROFIT & LOSS ACCOUNT**

For the year ended 31<sup>st</sup> December 2004

		<u>2004</u>	<u>2003</u>
		£	£
Turnover	Note 1	456,791	483,803
Cost of Sales		(163,319)	(149,577)
Gross Profit		293,472	334,226
Administrative Expenses		(194,778)	(250,519)
Operating Profit	2	98,694	83,707
Interest receivable		2,594	1,511
Profit on ordinary activities before taxation		101,288	85,218
Tax on profit on ordinary activities	3	(20,143)	(17,030)
Profit on ordinary activities after taxation		81,145	68,188
Dividends	4	(79,600)	(88,000)
Retained profit/(loss) for the year		1,545	(19,812)
Retained profit brought forward		135,995	155,807
Retained profit carried forward		137,540	135,995

**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 31<sup>st</sup> December 2004

		2004	2003
		£	£
	Note		
<b><u>FIXED ASSETS</u></b>			
Tangible fixed assets	5	26,173	34,281
<b><u>CURRENT ASSETS</u></b>			
Stock		1,900	1,750
Debtors	6	95,806	94,779
Cash at bank and in hand		144,153	130,854
		-----	-----
		241,859	227,383
Creditors: Amounts falling due within one year	7	(130,292)	(125,469)
		-----	-----
Net current Assets		111,567	101,914
		-----	-----
Total assets less current liabilities		137,740	136,195
		=====	=====
<b><u>CAPITAL AND RESERVES</u></b>			
Called up share capital	8	200	200
Profit and Loss Account		137,540	135,995
		-----	-----
Equity Shareholders' Funds		137,740	136,195
		=====	=====

**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 31<sup>st</sup> December 2004

- (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 31<sup>st</sup> December 2004 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 10<sup>th</sup> August 2005 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 31<sup>st</sup> December 2004

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**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 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 31<sup>st</sup> December 2004**2. OPERATING PROFIT**

	2004	2003
	£	£
The operating profit is stated after charging		
Depreciation - owned assets	8,108	11,433
Pension costs	4,800	4,800
	=====	=====
Directors' emoluments and other benefits, etc.	30,000	44,800
	=====	=====

**3. TAXATION**

UK Corporation tax	20,143	17,030
	=====	=====

**4. DIVIDENDS**

On equity shares		
Total dividends paid	79,600	88,000
	=====	=====

## ACP WATER TREATMENT LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31<sup>st</sup> December 2004**5. TANGIBLE FIXED ASSETS**

	Plant and Machinery	Motor Vehicles	Fixtures & Equipment	Total
	£	£	£	£
<b>COST</b>				
As at 1 January 2004	4,666	61,118	33,403	99,187
Disposals		(6,850)		(6,850)
31 <sup>st</sup> December 2004	<u>4,666</u>	<u>54,268</u>	<u>33,403</u>	<u>92,337</u>
<b>DEPRECIATION</b>				
As at 1 January 2004	4,560	38,633	21,713	64,906
Disposals		(5,631)		(5,631)
Charge for the period	26	5,316	1,547	6,889
At 31 <sup>st</sup> December 2004	<u>4,586</u>	<u>38,318</u>	<u>23,260</u>	<u>66,164</u>
<b>NET BOOK VALUE</b>				
At 31 <sup>st</sup> December 2004	<u>80</u>	<u>15,950</u>	<u>10,143</u>	<u>26,173</u>
At 31 <sup>st</sup> December 2003	<u>106</u>	<u>22,485</u>	<u>11,690</u>	<u>34,281</u>

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

	<u>2004</u>	<u>2003</u>
	£	£
Trade Debtors	90,183	89,325
Other Debtors	5,623	5,454
	<u>95,806</u>	<u>94,779</u>

**ACP WATER TREATMENT LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31<sup>st</sup> December 2004

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**7. CREDITORS: Amounts falling due within one year**

	<u>2004</u>	<u>2003</u>
	£	£
Trade Creditors	5,473	6,793
Corporation Tax	20,143	16,933
Social Security & other Taxes	23,359	18,652
Other Creditors	20,038	20,604
Directors current account	61,279	62,487
	-----	-----
	130,292	125,469
	=====	=====

**8. SHARE CAPITAL**

	<u>2004</u>	<u>2003</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 £4,800 (2003: £4,800).

**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 31<sup>st</sup> December 2004 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: 10<sup>th</sup> August 2005

This page does not form part of the statutory financial statements