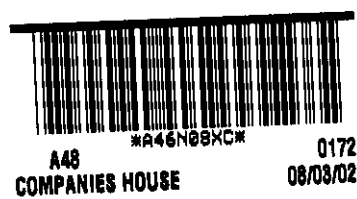


Rec

3196675

**Report of the Directors and
Financial Statements
for the Year Ended 31 May 2001
for
Dewatering Services Ltd**



Dewatering Services Ltd

**Contents of the Financial Statements
for the Year Ended 31 May 2001**

	Page
Company Information	1
Report of the Directors	2
Report of the Auditors	3
Profit and Loss Account	4
Balance Sheet	5
Notes to the Financial Statements	6
Trading and Profit and Loss Account	9

Dewatering Services Ltd
Company Information
for the Year Ended 31 May 2001

DIRECTORS: J T Broderick
P R Jeffries
J D Mc Kie
J R Usherwood

SECRETARY: J D McKie

REGISTERED OFFICE: Suite 9, Market House
19-21 Market Place
Wokingham
Berkshire RG40 1AP

REGISTERED NUMBER: 3196675 (England and Wales)

ACCOUNTANTS: Ellis & Co.
Chartered Accountants
Suite 9, Market House
19-21 Market Place
Wokingham
Berkshire RG40 1AP

Dewatering Services Ltd

**Report of the Directors
for the Year Ended 31 May 2001**

The directors present their report with the financial statements of the company for the year ended 31 May 2001.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the removing or finding water from/in underground earth strata.

DIRECTORS

The directors during the year under review were:

J T Broderick
P R Jeffries
J D Mc Kie
J R Usherwood

The beneficial interests of the directors holding office on 31 May 2001 in the issued share capital of the company were as follows:

	31.5.01	1.6.00
Ordinary £1 shares		
J T Broderick	550	550
P R Jeffries	550	550
J D Mc Kie	550	550
J R Usherwood	550	550

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

ON BEHALF OF THE BOARD:


.....
- DIRECTOR

Dated: 15 February 2002

Dewatering Services Ltd
Profit and Loss Account
for the Year Ended 31 May 2001

		31.5.01		31.5.00	
	Notes	£	£	£	£
TURNOVER			901,686		606,625
Cost of sales			353,236		245,098
GROSS PROFIT			548,450		361,527
Distribution costs		6,973		1,975	
Administrative expenses		285,374		198,279	
			292,347		200,254
OPERATING PROFIT	2		256,103		161,273
Interest receivable and similar income			2,037		339
			258,140		161,612
Interest payable and similar charges			532		1,648
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			257,608		159,964
Tax on profit on ordinary activities	3		49,795		33,342
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION			207,813		126,622
Dividends	4		87,000		84,000
			120,813		42,622
Retained profit brought forward			164,226		121,604
RETAINED PROFIT CARRIED FORWARD			<u>£285,039</u>		<u>£164,226</u>

The notes form part of these financial statements

Dewatering Services Ltd

**Balance Sheet
31 May 2001**

		31.5.01		31.5.00	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	5		141,858		65,980
CURRENT ASSETS:					
Stocks		6,015		4,454	
Debtors	6	311,613		177,313	
Cash at bank and in hand		46,519		50,412	
		<u>364,147</u>		<u>232,179</u>	
CREDITORS: Amounts falling due within one year	7	<u>208,797</u>		<u>124,011</u>	
NET CURRENT ASSETS:			<u>155,350</u>		<u>108,168</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			297,208		174,148
CREDITORS: Amounts falling due after more than one year	8		(1,389)		(4,722)
PROVISIONS FOR LIABILITIES AND CHARGES:	9		(6,780)		(1,200)
			<u>£289,039</u>		<u>£168,226</u>
CAPITAL AND RESERVES:					
Called up share capital	10		4,000		4,000
Profit and loss account			285,039		164,226
SHAREHOLDERS' FUNDS:			<u>£289,039</u>		<u>£168,226</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 May 2001.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2001 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

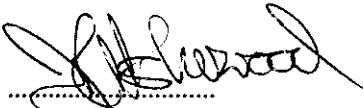
- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

Dewatering Services Ltd

**Balance Sheet
31 May 2001**

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

ON BEHALF OF THE BOARD:


.....
- DIRECTOR

Approved by the Board on15 February 2002

Dewatering Services Ltd

Notes to the Financial Statements for the Year Ended 31 May 2001

1. ACCOUNTING POLICIES

Accounting convention

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

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

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

Plant and machinery etc	- 25% on reducing balance and 20% on reducing balance
-------------------------	--

Stocks

Stock is 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 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.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. OPERATING PROFIT

The operating profit is stated after charging:

	31.5.01	31.5.00
	£	£
Depreciation - owned assets	25,260	17,399
Loss on disposal of fixed assets	136	2,218
Auditors' remuneration	-	2,000
Pension costs	24,400	14,400
	<u> </u>	<u> </u>
Directors' emoluments and other benefits etc	48,000	30,000
	<u> </u>	<u> </u>

3. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	31.5.01	31.5.00
	£	£
UK corporation tax	44,215	32,142
Deferred taxation	5,580	1,200
	<u> </u>	<u> </u>
	49,795	33,342
	<u> </u>	<u> </u>

UK corporation tax has been charged at 20% (2000 - 20%).

Dewatering Services Ltd

**Notes to the Financial Statements
for the Year Ended 31 May 2001**

4. DIVIDENDS

31.5.01	31.5.00
£	£
Interim - share type 1	
<u>87,000</u>	<u>84,000</u>

5. TANGIBLE FIXED ASSETS

	Plant and machinery etc
	£
COST:	
At 1 June 2000	129,375
Additions	102,023
Disposals	(4,000)
At 31 May 2001	<u>227,398</u>
DEPRECIATION:	
At 1 June 2000	63,395
Charge for year	25,260
Eliminated on disposals	(3,115)
At 31 May 2001	<u>85,540</u>
NET BOOK VALUE:	
At 31 May 2001	<u>141,858</u>
At 31 May 2000	<u>65,980</u>

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

31.5.01	31.5.00
£	£
Trade debtors	180,999
Other debtors	378
Provision for Bad Debts	(4,064)
<u>316,415</u>	<u>180,999</u>
<u>74</u>	<u>378</u>
<u>(4,876)</u>	<u>(4,064)</u>
<u>311,613</u>	<u>177,313</u>

**7. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

31.5.01	31.5.00
£	£
Hire purchase contracts	3,651
Trade creditors	58,236
V.A.T.	20,861
Social security & other taxes	4,173
Taxation	32,179
Accrued expenses	4,911
<u>3,404</u>	<u>3,651</u>
<u>145,236</u>	<u>58,236</u>
<u>3,740</u>	<u>20,861</u>
<u>7,477</u>	<u>4,173</u>
<u>46,059</u>	<u>32,179</u>
<u>2,881</u>	<u>4,911</u>
<u>208,797</u>	<u>124,011</u>

Dewatering Services Ltd

**Notes to the Financial Statements
for the Year Ended 31 May 2001**

**8. CREDITORS: AMOUNTS FALLING
DUE AFTER MORE THAN ONE YEAR**

	31.5.01	31.5.00
	£	£
Hire purchase contracts	1,389	4,722
	<u> </u>	<u> </u>

9. PROVISIONS FOR LIABILITIES AND CHARGES

	31.5.01	31.5.00
	£	£
Deferred taxation	6,780	1,200
	<u> </u>	<u> </u>

	Deferred taxation
	£
Balance at 1 June 2000	1,200
Deferred Tax	5,580
	<u> </u>
Balance at 31 May 2001	6,780
	<u> </u>

10. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.5.01	31.5.00
			£	£
4,000	Ordinary	£1	4,000	4,000
			<u> </u>	<u> </u>