

Company Registration No. 3769590

(England and Wales)

DECOMO UK LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2003



DECOMO UK LIMITED

COMPANY INFORMATION

Directors P Declerck
S Vergalle (Appointed 14 May 2003)

Secretary Palmerston Secretaries Limited

Company number 3769590

Registered office Palmerston House
814 Brighton Road
PURLEY
Surrey
CR8 2BR

Auditors John Lloyd & Co
Coles House
64d Central Road
WORCESTER PARK
Surrey
KT4 8HY

Bankers HSBC Bank plc
75 High Street
SUTTON
Surrey
SM1 1DU

DECOMO UK LIMITED

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DECOMO UK LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2003

The directors present their report and financial statements for the year ended 31 December 2003.

Principal activities

The principal activity of the company is the supply and installation of cladding.

Directors

The following directors have held office since 1 January 2003:

P Declerck	
J Vanderstuyft	(Resigned 14 May 2003)
S Vergalle	(Appointed 14 May 2003)

Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary Shares of £ 1 each	
	31 December 2003	1 January 2003
P Declerck	-	-
S Vergalle	-	-

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that John Lloyd & Co be reappointed as auditors of the company will be put to the Annual General Meeting.

Directors' responsibilities

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 and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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. 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.

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



P Declerck

Director

16 March 2004

DECOMO UK LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF DECOMO UK LIMITED

We have audited the financial statements of Decomo UK Limited on pages 4 to 9 for the year ended 31 December 2003. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, 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 members those matters we are required to state to them in an auditor's 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors and auditors

As described in the statement of directors' responsibilities on page 1 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

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.

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.

DECOMO UK LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE SHAREHOLDERS OF DECOMO UK LIMITED

Opinion

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



John Lloyd & Co

Chartered Accountants
Registered Auditor

16 March 2004

Coles House
64d Central Road
WORCESTER PARK
Surrey
KT4 8HY

DECOMO UK LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2003

	Notes	2003 £	2002 £
Turnover		2,868,823	929,411
Cost of sales		(2,810,411)	(935,185)
Gross profit/(loss)		<u>58,412</u>	<u>(5,774)</u>
Administrative expenses		(27,258)	(15,575)
Operating profit/(loss)	2	<u>31,154</u>	<u>(21,349)</u>
Other interest receivable and similar income		1,130	842
Interest payable and similar charges		-	(12)
Profit/(loss) on ordinary activities before taxation		<u>32,284</u>	<u>(20,519)</u>
Tax on profit/(loss) on ordinary activities	3	(6,178)	3,970
Profit/(loss) on ordinary activities after taxation	8	<u><u>26,106</u></u>	<u><u>(16,549)</u></u>

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

DECOMO UK LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2003

	Notes	2003 £	£	2002 £	£
Current assets					
Debtors	4	589,186		126,485	
Cash at bank and in hand		323,821		29,563	
		<u>913,007</u>		<u>156,048</u>	
Creditors: amounts falling due within one year	5	<u>(896,212)</u>		<u>(165,359)</u>	
Total assets less current liabilities			16,795		(9,311)
			<u>16,795</u>		<u>(9,311)</u>
Capital and reserves					
Called up share capital	7		5,000		5,000
Profit and loss account	8		11,795		(14,311)
Shareholders' funds - equity interests	9		<u>16,795</u>		<u>(9,311)</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 16 March 2004



P Declerck
Director

DECOMO UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2003

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable accounting standards.

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Long term contracts

Amounts recoverable on long term contracts, which are included in debtors, are stated at the net sales value of the work done after provision for contingencies and anticipated future losses on contracts, less amounts received as progress payments on account. Excess progress payments are included in creditors as payments on account.

1.5 Deferred taxation

The accounting policy in respect of deferred tax reflects the requirements of FRS19 - Deferred tax. Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

2 Operating profit/(loss)

	2003	2002
	£	£
Operating profit/(loss) is stated after charging:		
Auditors' remuneration	1,100	1,000

DECOMO UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2003

3	Taxation	2003	2002
		£	£
	Domestic current year tax		
	U.K. corporation tax	2,767	(559)
		<hr/>	<hr/>
	Current tax charge	2,767	(559)
	Deferred tax charge/credit current year	3,411	(3,411)
		<hr/>	<hr/>
		6,178	(3,970)
		<hr/>	<hr/>
	Factors affecting the tax charge for the year		
	Profit/(loss) on ordinary activities before taxation	32,284	(20,519)
		<hr/>	<hr/>
	Profit/(loss) on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 19.00% (2002: 0.00%)	6,134	-
		<hr/>	<hr/>
	Effects of:		
	Tax losses utilised	(3,367)	(559)
		<hr/>	<hr/>
	Current tax charge	2,767	(559)
		<hr/>	<hr/>
4	Debtors	2003	2002
		£	£
	Trade debtors	589,186	120,415
	Other debtors	-	2,659
	Deferred tax asset (see note 6)	-	3,411
		<hr/>	<hr/>
		589,186	126,485
		<hr/>	<hr/>
5	Creditors: amounts falling due within one year	2003	2002
		£	£
	Trade creditors	208,837	55,574
	Amounts owed to group undertakings and undertakings in which the company has a participating interest	469,196	89,954
	Taxation and social security	97,135	494
	Other creditors	121,044	19,337
		<hr/>	<hr/>
		896,212	165,359
		<hr/>	<hr/>

DECOMO UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2003

6 Deferred tax asset

	Deferred tax liability £
Balance at 1 January 2003	(3,411)
Profit and loss account	3,411
	<u> </u>
Balance at 31 December 2003	<u> </u> - <u> </u>

Deferred taxation movements in the financial statements are as follows:

	2003 £	2002 £
Tax losses available	-	(3,411)
	<u> </u>	<u> </u>

7 Share capital

	2003 £	2002 £
Authorised		
10,000 Ordinary Shares of £1 each	10,000	10,000
	<u> </u>	<u> </u>
Allotted, called up and fully paid		
5,000 Ordinary Shares of £1 each	5,000	5,000
	<u> </u>	<u> </u>

8 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 January 2003	(14,311)
Retained profit for the year	26,106
	<u> </u>
Balance at 31 December 2003	<u> </u> 11,795 <u> </u>

9 Reconciliation of movements in shareholders' funds

	2003 £	2002 £
Profit/(Loss) for the financial year	26,106	(16,549)
Opening shareholders' funds	(9,311)	7,238
	<u> </u>	<u> </u>
Closing shareholders' funds	16,795	(9,311)
	<u> </u>	<u> </u>

DECOMO UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 DECEMBER 2003**

10 Control

The ultimate parent company is PST Invest NV, organised and existing under the laws of Belgium.

PST Invest NV prepares group financial statements and copies can be obtained from Meersbloem Melden 16, B-9700 Oudenaarde, Belgium.

11 Related party transactions

The company has taken advantage of the exemption in Financial Reporting Standard Number 8 from the requirement to disclose transactions with group companies on the grounds that consolidated financial statements are prepared by the ultimate parent company.