

CAMBRIDGE RECYCLING SERVICES LIMITED

SHAREHOLDERS' FINANCIAL STATEMENTS

FOR THE PERIOD FROM 5 AUGUST 1999 TO 31 MARCH 2000

REGISTERED NUMBER 3820032



pb **Price Bailey**
CHARTERED ACCOUNTANTS

With offices in
Bishop's Stortford Cambridge Chingford Ely Harlow
Newmarket Norwich Saffron Walden

A member of the UK 200 Group,
an association of independent practising Chartered Accountants

CAMBRIDGE RECYCLING SERVICES LIMITED

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CONTENTS

	Page
Company information	3
Directors' report	4
Statement of directors' responsibilities	5
Auditors' report	6
Profit and loss account	7
Balance sheet	8
Notes	9

CAMBRIDGE RECYCLING SERVICES LIMITED

COMPANY INFORMATION AS AT 31 MARCH 2000

INCORPORATED

In England and Wales on 5 August 1999

NUMBER

3820032

DIRECTORS

R J Challis
M E Davenport
C C Field
Dr J A J Mullett

SECRETARY

R J Challis

REGISTERED OFFICE

Ely Road
Waterbeach
Cambridge
CB5 9PG

BANKERS

Lloyds TSB Bank plc
Gonville Place
Cambridge

AUDITORS

Price Bailey
Chartered Accountants
7/8 Black Bear Court
High Street
Newmarket
Suffolk CB8 9AF

CAMBRIDGE RECYCLING SERVICES LIMITED

DIRECTORS' REPORT

The directors present their report and the audited financial statements for the period ended 31 March 2000.

Principal activity

The principal activity of the company is the provision of recycling services.

Directors

The directors of the company during the period and their interests in the shares of the company and the holding company, M Dickerson Limited, as recorded in the register of directors' interests were as follows:

	The holding company		The company	
	31 March 2000	On incorporation	31 March 2000	On incorporation
	Ordinary	Ordinary	Ordinary	Ordinary
	shares	shares	shares	shares
Readymade Nominees Limited (resigned 5 August 1999)	-	-	-	1
R J Challis	6,434	4,434	-	-
M E Davenport	6,434	4,434	-	-
C C Field	-	-	10	-
Dr J A J Mullett	-	-	65	-

Auditors

A resolution to reappoint Price Bailey as auditors will be put to the members at the annual general meeting.

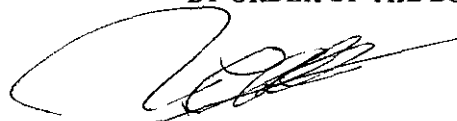
Small company exemptions

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

REGISTERED OFFICE

Ely Road
Waterbeach
Cambridge
CB5 9PG

BY ORDER OF THE BOARD



R J Challis
Secretary

Dated: 29 January 2001

STATEMENT OF DIRECTORS' RESPONSIBILITIES

We are required under company law to prepare financial statements for each financial period 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 we are required to:

- select suitable accounting policies and 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.

We are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable us to ensure that the financial statements comply with the Companies Act 1985. We 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.

ON BEHALF OF THE BOARD

A handwritten signature in black ink, appearing to be 'R J Challis', written over a horizontal line.

**R J Challis
Director**

AUDITORS' REPORT TO THE MEMBERS OF CAMBRIDGE RECYCLING SERVICES LIMITED

We have audited the financial statements on pages 7 to 11 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out on page 9.

Respective responsibilities of directors and auditors

As described on page 5, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

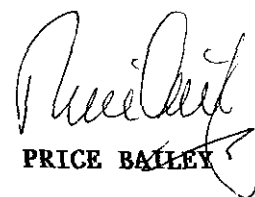
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of any significant estimates and judgements 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 error or other irregularity. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

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 2000 and of its loss for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

**7/8 BLACK BEAR COURT
HIGH STREET
NEWMARKET
SUFFOLK CB8 9AF**



PRICE BAILEY

CHARTERED ACCOUNTANTS

REGISTERED AUDITORS

29 JANUARY 2001

CAMBRIDGE RECYCLING SERVICES LIMITED

PROFIT AND LOSS ACCOUNT FOR THE PERIOD FROM 5 AUGUST 1999 TO 31 MARCH 2000

	Notes	
Administrative expenses		14,525
		<hr/>
LOSS ON ORDINARY ACTIVITIES BEFORE AND AFTER TAXATION BEING DEFICIT CARRIED FORWARD	2	£ (14,525)
		<hr/> <hr/>

The notes on pages 9 to 11 form part of these financial statements.

CAMBRIDGE RECYCLING SERVICES LIMITED

BALANCE SHEET AT 31 MARCH 2000

	Notes	
FIXED ASSETS		
Tangible fixed assets	5	1,520
CURRENT ASSETS		
Debtors	6	1,600
CREDITORS: amounts falling due within one year	7	17,445
NET CURRENT LIABILITIES		<u>(15,845)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£ (14,325)</u>
CAPITAL AND RESERVES		
Called up share capital	8	200
Profit and loss account		<u>(14,525)</u>
EQUITY SHAREHOLDERS FUNDS		<u>£ (14,325)</u>

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

The financial statements on pages 7 to 11 were approved by the board of directors on 29 January 2001 and signed on its behalf by:



R J Challis
Director

The notes on pages 9 to 11 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 5 AUGUST 1999 TO 31 MARCH 2000

1 ACCOUNTING POLICIES

Accounting convention and standards

The financial statements are prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000) and under the historical cost convention.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Plant and machinery 17.5% per annum on the reducing balance

No depreciation has been provided in these financial statements as the tangible fixed assets acquired during the period had not been brought into use by 31 March 2000.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

2 OPERATING LOSS

The operating loss is stated after charging auditors remuneration of £500.

3 DIRECTORS

No emoluments were paid by the company to the directors during the period. Details of remuneration paid by the holding company, M Dickerson Limited, to its directors and those of its subsidiaries are disclosed in that company's financial statements.

4 TAXATION

There is no charge to taxation in these financial statements due to the losses incurred which have been carried forward to be relieved against future trading profits. There was no potential deferred taxation liability at 31 March 2000.

CAMBRIDGE RECYCLING SERVICES LIMITED**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 5 AUGUST 1999 TO 31 MARCH 2000****5 TANGIBLE FIXED ASSETS**

	Plant and machinery etc
Cost	
Additions	1,520
31 March 2000	<u>1,520</u>
Net book value	
31 March 2000	<u>£ 1,520</u>

6 DEBTORS

Amounts due from the holding company (note 10)	125
Amounts due from directors (note 9)	75
Other debtors	1,400
	<u>£ 1,600</u>

7 CREDITORS: amounts falling due within one year

Trade creditors	7,545
Amounts owed to fellow subsidiary (note 10)	9,400
Other creditors	500
	<u>£ 17,445</u>

8 CALLED UP SHARE CAPITAL

	£	Number of shares
Authorised share capital		
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted called up and fully paid		
Ordinary shares of £1 each	<u>200</u>	<u>200</u>

Two hundred ordinary shares were issued during the period at their nominal value of £1 each.

CAMBRIDGE RECYCLING SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 5 AUGUST 1999 TO 31 MARCH 2000

9 DIRECTORS LOANS

The company has loans outstanding from directors as follows:

Amounts due from directors

C C Field	10
Dr J A J Mullett	65
	<hr/>
	£ 75
	<hr/>

There are no formal terms for these loans, which are interest free and repayable on demand. The period end balances were the maximum amounts outstanding during the period.

10 RELATED PARTY TRANSACTIONS

Consultancy fees amounting to £14,000 were paid during the period to Recycling Services Limited, a company in which Dr J A J Mullett holds a material interest.

Donarbon Limited, a fellow subsidiary, provided financial support to the company during the period. At 31 March 2000 a balance of £9,400 was owing to Donarbon Limited.

At 31 March 2000, a balance of £125 was owing from M Dickerson Limited, the holding company.

Control

The company is under the immediate control of its holding company, M Dickerson Limited, and the ultimate control of Mrs D L Dickerson (group chairman and holding company shareholder) and R J Challis and M E Davenport (joint group managing directors and holding company shareholders).

11 ULTIMATE HOLDING COMPANY

The ultimate holding company is M Dickerson Limited.