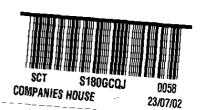
COMPANY REGISTRATION NUMBER SC204973

AQUADOS (UK) LIMITED ABBREVIATED FINANCIAL STATEMENTS 31 MAY 2001

BAKER TILLY

Chartered Accountants Breckenridge House 274 Sauchiehall Street Glasgow G2 3EH



AQUADOS (UK) LIMITED

ABBREVIATED FINANCIAL STATEMENTS

PERIOD FROM 14 MARCH 2000 TO 31 MAY 2001

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AQUADOS (UK) LIMITED

ABBREVIATED BALANCE SHEET

31 MAY 2001

	Note	31 May 01	
		£	£
Fixed assets	2		
Tangible assets			52,948
Investments			2
			52,950
Current assets			
Stocks		355,883	
Debtors		220,587	
Cash at bank and in hand		185	
		576,655	
Creditors: amounts falling		270,033	
due within one year		(864,457)	
Net current liabilities			(287,802)
Total assets less current liabilities			(234,852)
Capital and reserves			
Called-up equity share capital	3		33,000
Share premium account			191,375
Profit and loss account			(459,227)
Deficiency			(234,852)

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the period by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the financial period in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on the . (3), and are signed on their behalf by:

Mr G Hinton Director

Mark

AQUADOS (UK) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

PERIOD FROM 14 MARCH 2000 TO 31 MAY 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 2000).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the period, exclusive of Value Added Tax.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill

100% Straight Line

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant & Machinery Fixtures & Fittings

33% Straight Line 33% Straight Line 33% Straight Line

Motor Vehicles
Equipment

- 33% Straight Line

Stocks

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

Work in progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

AQUADOS (UK) LIMÍTED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

PERIOD FROM 14 MARCH 2000 TO 31 MAY 2001

1. Accounting policies (continued)

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

Going concern

The company can be considered to be a going concern due to the fact that it has the continued support of the directors and its bankers.

2. Fixed assets

	Tangible			
	Intangible	Fixed		
	Assets	Assets Investments		Total
	£	£	£	£
Cost				
Additions	28,706	64,073	_ 2	92,781
At 31 May 2001	28,706	64,073	2	92,781
•				
Depreciation				
Charge for period	28,706	11,125	-	39,831
At 31 May 2001	28,706	11,125		39,831
•	=-			
Net book value				
At 31 May 2001	-	52,948	2	52,950
	= 		=	

3. Share capital

Authorised share capital:

	31 May UI £
33,000 Ordinary shares of £1 each	33,000
Allotted, called up and fully paid:	
	31 May 01
Issue of ordinary shares	33,000
	