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ALLCHEM TREATMENTS LIMITED
DIRECTOR'S REPORT
AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2000

Registered No. 1751880



ALLCHEM TREATMENTS LIMITED

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ALLCHEM TREATMENTS LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2000

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTOR:	B D Stephens Esq
SECRETARY:	W T S Keverne Esq
REGISTERED OFFICE:	Alpha House 40 Coinagehall Street Helston Cornwall
REGISTERED NUMBER:	1751880
ACCOUNTANTS:	Messrs Kitchen & Brown Registered Auditors & Chartered Accountants 40 Coinagehall Street Helston Cornwall
BANKERS:	Lloyds TSB Bank Plc Truro Cornwall

ALLCHEM TREATMENTS LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 OCTOBER 2000

The director presents his report and the financial statements of the company for the year ended 31 October 2000.

Director's Responsibilities

Company law requires the director 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 director is 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 a going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

Principal Activities

The principal activities of the company throughout the year continued to be the treatment of wood boring insects, dry rot and rising damp.

Directors

The present director is shown on page 1. He served on the board throughout the year.

Director's Interests

The interests of the director in the shares of the company at the beginning and end of the year, were as follows:

	31 October 2000	1 November 1999
B D Stephens Esq		
Ordinary Shares of £1 each	2	2

The director's 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


.....
W T S KEVERNE ESQ - SECRETARY

Date: 12 - 6 - 01

ALLCHEM TREATMENTS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 OCTOBER 2000

	Note	2000 £	1999 £
TURNOVER	2	72,427	112,114
Cost of sales		(35,991)	(67,842)
GROSS PROFIT		36,436	44,272
Administrative expenses	3	(34,817)	(35,388)
OPERATING PROFIT	4	1,619	8,884
Interest payable and similar charges		(2,333)	(2,573)
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(714)	6,311
Tax on (loss)/profit on ordinary activities	5	-	-
RETAINED (LOSS)/PROFIT FOR THE FINANCIAL YEAR		(714)	6,311
Retained loss brought forward		(1,628)	(7,939)
RETAINED LOSS CARRIED FORWARD		(2,342)	(1,628)

The annexed notes form part of these financial statements.

ALLCHEM TREATMENTS LIMITED

BALANCE SHEET AT 31 OCTOBER 2000

	Note	2000 £	1999 £
FIXED ASSETS			
Tangible assets	7	5,242	6,185
CURRENT ASSETS			
Stocks and work in progress		2,727	2,875
Debtors	8	18,934	25,688
Cash at bank and in hand		188	194
		<u>21,849</u>	<u>28,757</u>
CREDITORS			
Amounts falling due within one year	9	(20,297)	(26,658)
NET CURRENT ASSETS		1,552	2,099
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>6,794</u>	<u>8,284</u>
CREDITORS			
Amounts falling due after more than one year	10	(9,134)	(9,910)
NET LIABILITIES		<u>(2,340)</u>	<u>(1,626)</u>
CAPITAL AND RESERVES			
Called up share capital	11	2	2
Profit and loss account		(2,342)	(1,628)
SHAREHOLDERS' FUNDS		<u>(2,340)</u>	<u>(1,626)</u>

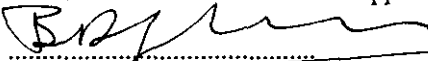
The director is satisfied that the company was entitled to exemption under subsection (1) of section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to subsection (2) of section 249B in relation to the accounts for the financial year.

The director acknowledges his responsibilities for:

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

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).

These financial statements were approved by the director on 12-6-01.


B D STEPHENS ESQ - DIRECTOR

The annexed notes form part of these financial statements.

ALLCHEM TREATMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2000

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable Accounting Standards and the principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have remained unchanged from the previous year and have also been consistently applied within the same financial statements.

Basis of Preparation of Financial Statements

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).

Depreciation

Depreciation has been computed to write off the cost of tangible fixed assets over their expected useful lives using the following rates:

Storage shed	- 10% p.a. on a reducing balance basis
Tools and equipment	- 10% p.a. on a reducing balance basis
Office equipment	- 10% p.a. on a reducing balance basis
Motor vehicles	- 20% p.a. on a reducing balance basis

Stocks

Stocks have been valued at the lower of cost and net realisable value.

Deferred Taxation

Deferred taxation is the taxation attributable to timing differences between profits computed for taxation purposes and profits as stated in the Financial Statements.

Deferred Taxation is provided using the liability method on all short term timing differences to the extent that, in the opinion of the Director, there is a reasonable probability that a liability will crystallise in the foreseeable future.

Leasing and Hire Purchase Commitments

Assets obtained under Hire Purchase Contracts are capitalised in the Balance Sheet and are depreciated over their useful lives.

Rentals paid under operating leases are charged to income as incurred.

2. TURNOVER

The company's turnover represents the invoiced amount, excluding Value Added Tax, of goods and services supplied to customers during the year.

3. NET OPERATING EXPENSES

	2000 £	1999 £
Administrative expenses	34,817	35,388

ALLCHEM TREATMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2000 (CONTINUED)

4. OPERATING PROFIT

Operating profit is stated after charging:

	2000 £	1999 £
Directors' emoluments	12,289	10,888
Depreciation and amortisation of owned assets	973	1,175
	<u> </u>	<u> </u>

5. TAXATION ON ORDINARY ACTIVITIES

There is no tax charge for the year.

6. DEFERRED TAXATION

No deferred tax has been provided in the accounts. There is an unprovided deferred tax asset as follows:

	£
Accelerated capital allowances - Liability	600
Corporation tax losses - Asset	1,600
	<u> </u>
	<u>1,000</u>

ALLCHEM TREATMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2000 (CONTINUED)

7. TANGIBLE FIXED ASSETS

	Storage shed £	Tools and equipment £	Office equipment £	Motor vehicles £	Total £
Cost					
At 1 November 1999	515	4,801	2,057	12,076	19,449
Additions	-	-	30	-	30
Disposals	-	-	-	-	-
At 31 October 2000	515	4,801	2,087	12,076	19,479
Depreciation					
At 1 November 1999	396	3,074	1,231	8,563	13,264
Charge for the year	12	175	83	703	973
On disposals	-	-	-	-	-
At 31 October 2000	408	3,249	1,314	9,266	14,237
Net book value					
At 31 October 2000	107	1,552	773	2,810	5,242
At 31 October 1999	119	1,727	826	3,513	6,185

8. DEBTORS

	2000 £	1999 £
Trade debtors	17,394	24,059
Prepayments	1,540	1,629
	18,934	25,688

9. CREDITORS - AMOUNTS DUE WITHIN ONE YEAR

	2000 £	1999 £
Bank loans and overdrafts	14,149	11,939
Trade creditors	1,106	6,790
Social security and other taxes	3,678	6,700
Other creditors	1,364	1,229
	20,297	26,658

ALLCHEM TREATMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2000 (CONTINUED)

10. CREDITORS - AMOUNTS DUE AFTER ONE YEAR

	2000 £	1999 £
Bank loans	9,134	9,910
	<u> </u>	<u> </u>
	2000 £	1999 £
Repayable by instalments amounts falling due after five years	4,416	5,837
	<u> </u>	<u> </u>

11. SHARE CAPITAL

	2000 £	1999 £
Authorised 10,000 ordinary shares of £1 each	10,000	10,000
	<u> </u>	<u> </u>
Allotted, called up and fully paid 2 ordinary shares of £1 each	2	2
	<u> </u>	<u> </u>

12. CONTINGENT LIABILITIES

All work undertaken by the Company is guaranteed for a period of between twenty and thirty years against faulty workmanship. In view of the high standard of the Company's work, the Director considers it unlikely that any material claim will arise in the foreseeable future. There were no claims outstanding at the Balance Sheet date.

13. CONTROLLING PARTY

The company is controlled by the director, B D Stephens Esq, by virtue of his shareholding as described in the director's report.