REGISTERED NUMBER: 1024041

ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH SEPTEMBER 2002

FOR

FFYNONAU DUON MINES LIMITED





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COMPANY INFORMATION FOR THE YEAR ENDED 30TH SEPTEMBER 2002

DIRECTORS:

G S Llewellyn

B J Llewellyn

SECRETARY:

B Williams

REGISTERED OFFICE:

Ffynonau Duon Farm

Pentwyn Fochriw Bargoed

Rhondda Cynon Taff

CF81 9NP

REGISTERED NUMBER:

1024041

ACCOUNTANTS:

Gordon Sealey & Associates Limited

Chartered Accountants

5 Station Road

Radyr Cardiff CF15 8AA

BANKERS:

Barclays Bank plc Hanbury Road

Bargoed CF81 5XE



ABBREVIATED BALANCE SHEET 30TH SEPTEMBER 2002

		2002	2001
	Notes	£	£
FIXED ASSETS: Tangible assets Investments	2 3	395,818 200,000	727,478 -
		595,818	727,478
CURRENT ASSETS:			
Debtors Cash at bank		28,696 1	17,952 60,956
		28,697	78,908
CREDITORS: Amounts falling due within one year	4	(233,602)	(58,486)
NET CURRENT (LIABILITIES))/ASSETS:	(204,905)	20,422
TOTAL ASSETS LESS CURRELIABILITIES:	NT	390,913	747,900
CREDITORS: Amounts falling due after more than one year	4	(210,722)	(92,838)
		£180,191	£655,062
CAPITAL AND RESERVES:			
Called up share capital Revaluation reserve	5	105,000 200,000	105,000 700,000
Profit and loss account		(124,809)	(149,938)
SHAREHOLDERS' FUNDS:		£180,191 ====	£655,062

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 30th September 2002.

The members have not required the company to obtain an audit of its financial statements for the year ended 30th September 2002 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.



ABBREVIATED BALANCE SHEET 30TH SEPTEMBER 2002

These abbreviated financial statements have 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:

B J Llewellyn - DIRECTOR

Approved by the Board on .29. 05.03...



NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH SEPTEMBER 2002

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

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

15% on reducing balance

Mine development

- based on coal production output pro rata to estimated coal reserves.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Pensions

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

Government grants

Grants are credited to deferred income. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

2. TANGIBLE FIXED ASSETS

	Total
	£
COST OR VALUATION: At 1st October 2001	921,458
Additions	172,957
Disposals	(500,000)
At 30th September 2002	594,415
DEPRECIATION:	
At 1st October 2001	193,980
Charge for year	8,232
Eliminated on disposals	(3,615)
At 30th September 2002	198,597
NET BOOK VALUE:	
At 30th September 2002	395,818
At 30th September 2001	727,478



NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH SEPTEMBER 2002

3. FIXED ASSET INVESTMENTS

					£
	COST: Additions				200,000
	At 30th Septe	mber 2002			200,000
	NET BOOK At 30th Septe				200,000
4.	CREDITOR	s			
	The following	g secured debts are included within credit	ors:		
	Davida assaultan			2002 £	2001 £
	Bank overdra Bank loans	itts		1,513 151,500	32,225
				153,013	32,225
5.	CALLED U	P SHARE CAPITAL			
	Authorised,	allotted, issued and fully paid:			
	Number:	Class:	Nominal value:	2002 £	2001 £
	500	Ordinary	£1	500	500
	4,500 100,000	Ordinary B Deferred ordinary	£1 £1	4,500 100,000	4,500 100,000
				105,000	105,000

6. TRANSACTIONS WITH DIRECTORS

At the end of the year the balances on the loan accounts for G S Llewellyn and B J Llewellyn were respectively £2,097 (2001 £1,808) and £89,297 (2001 nil). The loans are interest free with no fixed repayment date.

7. **ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is B J Llewellyn who owns 100% of the issued share capital of the company.