

ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2002
FOR
NEPTUNE BUILDING SERVICES LIMITED



NEPTUNE BUILDING SERVICES LIMITED
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FOR THE YEAR ENDED 30 SEPTEMBER 2002

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NEPTUNE BUILDING SERVICES LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2002

DIRECTORS:

P A Moores
W A Boucher
K J Hyett
J R Trueman

SECRETARY:

M A Hamlin

REGISTERED OFFICE:

Meadow House
12 Sabre Close
Green Farm
Quedgeley
Gloucestershire
GL2 4NZ

REGISTERED NUMBER:

1810549

AUDITORS:

Little & Company
Chartered Accountants
Registered Auditor
45 Park Road
Gloucester
GL1 1LP

BANKERS:

Lloyds TSB Bank plc
Eastgate Street
Gloucester
Gloucestershire
GL1 1NU

SOLICITORS:

K W Hubbard
3 Russell Street
Gloucester
GL1 1NE

NEPTUNE BUILDING SERVICES LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2002

The directors present their report with the financial statements of the company for the year ended 30 September 2002.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of heating and ventilation engineers.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

DIVIDENDS

No interim dividends were paid during the year ended 30 September 2002.

The directors recommend final dividends per share as follows:

Ordinary £1 shares	40p
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The total distribution of dividends for the year ended 30 September 2002 will be £120,000.

FIXED ASSETS

The freehold land and buildings included in the accounts at a cost of £401,897 were professionally valued during the year at £500,000. The company has a policy of not including any revaluations on the balance sheet.

FUTURE DEVELOPMENTS

The company continues to strive for controlled organic growth whilst maintaining its excellent service levels to existing customers.

DIRECTORS

The directors during the year under review were:

P A Moores
W A Boucher
K J Hyett
J R Trueman

The beneficial interests of the directors holding office on 30 September 2002 in the issued share capital of the company were as follows:

	30.9.02	1.10.01
Ordinary £1 shares		
P A Moores	195,000	240,000
W A Boucher	60,000	60,000
K J Hyett	15,000	-
J R Trueman	15,000	-

STATEMENT OF 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.

NEPTUNE BUILDING SERVICES LIMITED

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2002**

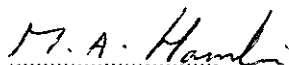
STATEMENT OF DIRECTORS' RESPONSIBILITIES - continued

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.

AUDITORS

The auditors, Little & Company, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:



M A Hamlin - SECRETARY

Dated: 15/11/03

NEPTUNE BUILDING SERVICES LIMITED
REPORT OF THE INDEPENDENT AUDITORS TO
NEPTUNE BUILDING SERVICES LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages five to fifteen, together with the full financial statements of the company for the year ended 30 September 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors


The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated financial statements on pages five to fifteen are properly prepared in accordance with that provision.


Little & Company
Chartered Accountants
Registered Auditor
45 Park Road
Gloucester
GL1 1LP

Dated: 20.1.03

NEPTUNE BUILDING SERVICES LIMITED

**ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 SEPTEMBER 2002**

	Notes	2002 £	2001 £
GROSS PROFIT		1,235,997	1,219,110
Administrative expenses		984,805	912,045
OPERATING PROFIT	3	251,192	307,065
Interest receivable and similar income		5,538	22,431
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		256,730	329,496
Tax on profit on ordinary activities	4	44,291	71,739
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		212,439	257,757
Dividends	5	120,000	-
		92,439	257,757
Retained profit brought forward		687,958	430,201
RETAINED PROFIT CARRIED FORWARD		<u>£780,397</u>	<u>£687,958</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current and previous years.

The notes form part of these financial statements

NEPTUNE BUILDING SERVICES LIMITED

**ABBREVIATED BALANCE SHEET
30 SEPTEMBER 2002**

	Notes	2002 £	2001 £
FIXED ASSETS:			
Tangible assets	6	542,197	423,863
CURRENT ASSETS:			
Stocks	7	473,212	246,130
Debtors	8	1,633,947	1,800,302
Cash at bank and in hand		366,870	199,835
		<u>2,474,029</u>	<u>2,246,267</u>
CREDITORS: Amounts falling due within one year	9	<u>1,935,829</u>	<u>1,682,172</u>
NET CURRENT ASSETS:		<u>538,200</u>	<u>564,095</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:		<u>£1,080,397</u>	<u>£987,958</u>
CAPITAL AND RESERVES:			
Called up share capital	11	300,000	300,000
Profit and loss account		780,397	687,958
SHAREHOLDERS' FUNDS:	13	<u>£1,080,397</u>	<u>£987,958</u>

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

ON BEHALF OF THE BOARD:



W A Boucher - DIRECTOR

Approved by the Board on 15/1/03

The notes form part of these financial statements

NEPTUNE BUILDING SERVICES LIMITED

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2002**

	Notes	2002 £	2001 £
Net cash inflow from operating activities	1	422,911	104,864
Returns on investments and servicing of finance	2	5,538	22,431
Taxation		(77,396)	64,826
Capital expenditure	2	(184,018)	(370,400)
Acquisitions and disposals	2	-	304,286
Equity dividends paid		-	(40,000)
Increase in cash in the period		<u>£167,035</u>	<u>£86,007</u>
Reconciliation of net cash flow to movement in net funds	3		
Increase in cash in the period		167,035	86,007
Cash inflow from decrease in liquid resources		-	(304,286)
Change in net funds resulting from cash flows		167,035	(218,279)
Movement in net funds in the period		167,035	(218,279)
Net funds at 1 October		199,835	418,114
Net funds at 30 September		<u>£366,870</u>	<u>£199,835</u>

The notes form part of these financial statements

NEPTUNE BUILDING SERVICES LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2002**

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2002 £	2001 £
Operating profit	251,192	307,065
Depreciation charges	56,846	54,997
Loss on sale of fixed assets	8,838	-
Profit on sale of fixed assets	-	(1,319)
(Increase) in debtors	166,355	(659,230)
Increase/(decrease) in creditors	166,762	400,105
(Increase)/Decrease in stocks	(227,082)	3,246
Net cash inflow from operating activities	<u>422,911</u>	<u>104,864</u>

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2002 £	2001 £
Returns on investments and servicing of finance		
Interest received	<u>5,538</u>	<u>22,431</u>
Net cash inflow for returns on investments and servicing of finance	<u>5,538</u>	<u>22,431</u>
Capital expenditure		
Purchase of tangible fixed assets	(199,686)	(338,490)
Sale of tangible fixed assets	<u>15,668</u>	<u>(31,910)</u>
Net cash outflow for capital expenditure	<u>(184,018)</u>	<u>(370,400)</u>
Acquisitions and disposals		
Sale of investments	<u>-</u>	<u>304,286</u>
Net cash inflow for acquisitions and disposals	<u>-</u>	<u>304,286</u>

The notes form part of these financial statements

NEPTUNE BUILDING SERVICES LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2002**

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.10.01 £	Cash flow £	At 30.9.02 £
Net cash:			
Cash at bank and in hand	<u>199,835</u>	<u>167,035</u>	<u>366,870</u>
	<u>199,835</u>	<u>167,035</u>	<u>366,870</u>
 Total	 <u>199,835</u>	 <u>167,035</u>	 <u>366,870</u>
Analysed in Balance Sheet			
Cash at bank and in hand	<u>199,835</u>		<u>366,870</u>
	<u>199,835</u>		<u>366,870</u>

The notes form part of these financial statements

NEPTUNE BUILDING SERVICES LIMITED

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

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

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.

Leasehold property	- over the period of the lease
Plant and machinery	- 50% on reducing balance, 33% on cost and 20% on reducing balance
Motor vehicles	- 25% on reducing balance and 20% on cost

Depreciation has not been charged on freehold buildings in the year. Freehold buildings will be depreciated over their estimated useful economic lives in all future years.

Stocks

Work in progress is valued at the lower of cost and net realisable value.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Deferred taxation

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

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions

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

2. STAFF COSTS

	2002 £	2001 £
Wages and salaries	1,706,452	1,374,972
Social security costs	148,047	121,014
Other pension costs	53,306	41,015
	<u>1,907,805</u>	<u>1,537,001</u>

NEPTUNE BUILDING SERVICES LIMITED

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

2. STAFF COSTS - continued

The average monthly number of employees during the year was as follows:

	2002	2001
Directors	4	3
Office staff	21	20
Workmen and site foremen	55	44
	<u>80</u>	<u>67</u>

3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2002	2001
	£	£
Hire of plant and machinery	74,541	71,928
Depreciation - owned assets	56,846	54,997
Loss/(Profit) on disposal of fixed assets	8,838	(1,319)
Auditors' remuneration	4,600	4,600
	<u>149,080</u>	<u>146,490</u>
Directors' emoluments	22,940	26,226
Directors' pension contributions to money purchase schemes	<u>22,940</u>	<u>26,226</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	3	3
	<u>3</u>	<u>3</u>

4. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	2002	2001
	£	£
Current tax:		
UK corporation tax	44,291	77,396
Over provision in prior year	-	(5,657)
	<u>44,291</u>	<u>71,739</u>
Total current tax	<u>44,291</u>	<u>71,739</u>
Tax on profit on ordinary activities	<u>44,291</u>	<u>71,739</u>

NEPTUNE BUILDING SERVICES LIMITED

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

4. TAXATION - continued

Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2002 £	2001 £
Profit on ordinary activities before tax	<u>256,730</u>	<u>329,496</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2001 - 20%)	51,346	65,899
Effects of:		
Expenses not deductible for tax purposes	2,379	3,790
Capital allowances for period in excess of depreciation	(8,295)	1,016
Change in rate	(1,139)	6,691
Overprovision in prior year	-	(5,657)
Current tax charge	<u>44,291</u>	<u>71,739</u>

5. DIVIDENDS

	2002 £	2001 £
Equity shares:		
300,000 Ordinary shares of £1 each		
Proposed dividend at 40 pence per share	120,000	-
	<u>120,000</u>	<u>-</u>

NEPTUNE BUILDING SERVICES LIMITED

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

6. TANGIBLE FIXED ASSETS

	Freehold property	Leasehold property	Plant and machinery	Motor vehicles	Totals
	£	£	£	£	£
COST:					
At 1 October 2001	321,083	13,328	96,555	198,447	629,413
Additions	80,814	-	47,380	71,492	199,686
Disposals	-	-	(15,598)	(96,902)	(112,500)
At 30 September 2002	<u>401,897</u>	<u>13,328</u>	<u>128,337</u>	<u>173,037</u>	<u>716,599</u>
DEPRECIATION:					
At 1 October 2001	-	13,328	75,075	117,147	205,550
Charge for year	-	-	19,641	37,205	56,846
Eliminated on disposals	-	-	(14,591)	(73,403)	(87,994)
At 30 September 2002	<u>-</u>	<u>13,328</u>	<u>80,125</u>	<u>80,949</u>	<u>174,402</u>
NET BOOK VALUE:					
At 30 September 2002	<u>401,897</u>	<u>-</u>	<u>48,212</u>	<u>92,088</u>	<u>542,197</u>
At 30 September 2001	<u>321,083</u>	<u>-</u>	<u>21,480</u>	<u>81,300</u>	<u>423,863</u>

7. STOCKS

	2002 £	2001 £
Work in progress	<u>473,212</u>	<u>246,130</u>

8. DEBTORS

	2002 £	2001 £
Amounts falling due within one year:		
Trade debtors	1,083,850	1,526,322
Other debtors	16,604	6,015
Prepayments & accrued income	120,524	91,489
Amounts recoverable on contracts	<u>310,055</u>	<u>123,957</u>
	<u>1,531,033</u>	<u>1,747,783</u>
Amounts falling due after more than one year:		
Trade debtors	<u>102,914</u>	<u>52,519</u>
Aggregate amounts	<u>1,633,947</u>	<u>1,800,302</u>

NEPTUNE BUILDING SERVICES LIMITED

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

**9. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2002	2001
	£	£
Trade creditors	1,450,823	1,234,503
Payments received on account	46,716	133,054
Other creditors	19,463	11,917
Dividend proposed	120,000	-
Social security & other taxes	164,894	151,287
Taxation	44,291	77,396
Accruals & deferred income	89,642	74,015
	<u>1,935,829</u>	<u>1,682,172</u>

10. OBLIGATIONS UNDER LEASING AGREEMENTS

The following payments are committed to be paid within one year:

	Operating leases	
	2002	2001
	£	£
Expiring:		
Within one year	886	-
Between one and five years	-	886
	<u>886</u>	<u>886</u>

11. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2002	2001
			£	£
950,000	Ordinary	£1	950,000	950,000
90,000	Preference	£1	90,000	90,000
			<u>1,040,000</u>	<u>1,040,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2002	2001
			£	£
300,000	Ordinary	£1	300,000	300,000
			<u>300,000</u>	<u>300,000</u>

12. PENSION COMMITMENTS

Pension contributions outstanding at the year end totalled £595 (2001 - £355).

NEPTUNE BUILDING SERVICES LIMITED

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

13. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2002	2001
	£	£
Profit for the financial year	212,439	257,757
Dividends	(120,000)	-
	<u>92,439</u>	<u>257,757</u>
Net addition to shareholders' funds	92,439	257,757
Opening shareholders' funds	987,958	730,201
	<u>1,080,397</u>	<u>987,958</u>
Closing shareholders' funds	1,080,397	987,958
	<u>1,080,397</u>	<u>987,958</u>
Equity interests	1,080,397	987,958
	<u>1,080,397</u>	<u>987,958</u>