

COMPOST TECHNOLOGY LIMITED

Abbreviated Accounts

for the year ended 31 December 2002

Registration Number 3047738



COMPOST TECHNOLOGY LIMITED

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COMPOST TECHNOLOGY LIMITED

**Accountants' Report on Abbreviated Financial Statements to the Directors of
COMPOST TECHNOLOGY LIMITED**

The following reproduces the text of the report prepared for the purposes of section 249A(1) of the Companies Act 1985 in respect of the company's annual financial statements, from which the abbreviated financial statements (set out on pages 2 to 4) have been prepared.

'As described on the Balance Sheet you are responsible for the preparation of the financial statements for the year ended 31 December 2002 set out on pages 3 to 7 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.'



Stubbs Parkin & South

**4 High Street
Wem
Shropshire
SY4 5AA**

Date: 4 March 2003

COMPOST TECHNOLOGY LIMITED

Abbreviated Balance Sheet as at 31 December 2002

		2002		2001	
	Notes	£	£	£	£
Fixed Assets					
Intangible assets	2		9,715		10,619
Current Assets					
Non trading stock		500		1,000	
Trading stock		4,704		4,113	
Debtors		-		2,097	
Cash at bank and in hand		16,940		4,232	
		<u>22,144</u>		<u>11,442</u>	
Creditors: amounts falling due within one year		<u>(18,197)</u>		<u>(19,215)</u>	
Net Current			<u>3,947</u>		<u>(7,773)</u>
Total Assets Less Current Liabilities			<u>13,662</u>		<u>2,846</u>
Capital and Reserves					
Called up share capital	3		100		100
Profit and loss account			<u>13,562</u>		<u>2,746</u>
Shareholders' Funds			<u>13,662</u>		<u>2,846</u>

The directors are 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.

The directors acknowledges their responsibilities for:-

- i) ensuring that the company keeps accounting records which comply with section 221; and
- ii) preparing financial statements 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

The abbreviated accounts 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 June 2002).

The abbreviated accounts were approved by the Board on 4 March 2003 and signed on its behalf by

Dr T D Owen - Director



The notes on pages 3 to 4 form an integral part of these financial statements.

COMPOST TECHNOLOGY LIMITED

Notes to the Abbreviated Financial Statements for the year ended 31 December 2002

1. Accounting Policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Patents

Patents are valued at cost less accumulated amortisation.

Amortisation is calculated to write off the cost in annual instalments over their estimated useful life of 10 years.

1.4. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

1.5. Stock

Stock is valued at the lower of cost and net realisable value.

1.6. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

2. Fixed assets

	Intangible assets	Total
	£	£
Cost		
At 31 December 2001	14,645	14,645
Additions	175	175
At 31 December 2002	14,820	14,820
Provision for diminution in value		
Charge for year	1,079	1,079
At 31 December 2002	5,105	5,105
Net book values		
At 31 December 2002	9,715	9,715
At 31 December 2001	10,619	10,619

COMPOST TECHNOLOGY LIMITED

Notes to the Abbreviated Financial Statements for the year ended 31 December 2002

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3. Share capital	2002 £	2001 £
Authorised		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

4. Related party transactions

The following transactions have occurred in the year between Compost Technology Limited and the following companies, all of which are under common directorship:

Sales to European Peat Corporation Limited	£ 3,200
Purchases from European Peat Corporation Limited	£ 7,971
Management Charge from European Peat Corporation Limited	£10,000
Year end creditor due to European Peat Corporation Limited	£13,701

5. Ultimate Control

Dr T D Owen the director is in control of the company.