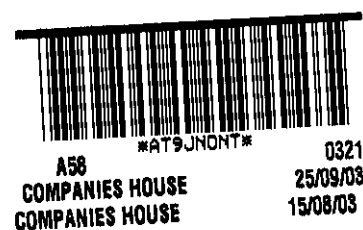


Company Registration No. 00413721 (England and Wales)

THREE WAYS ENGINEERING WORKS LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2002



Finn-Kelcey & Chapman
Chartered Accountants
Stourside Place
Station Road
Ashford Kent

THREE WAYS ENGINEERING WORKS LIMITED

COMPANY INFORMATION

Directors

R Keyse
I M Keyse

Secretary

R Keyse

Company number

00413721

Registered office

Stourside Place
Station Road
Ashford Kent

Accountants

Finn-Kelcey & Chapman
Stourside Place
Station Road
Ashford Kent

THREE WAYS ENGINEERING WORKS LIMITED

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THREE WAYS ENGINEERING WORKS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2002

The directors present their report and financial statements for the year ended 30 June 2002.

Principal activities

The principal activity of the Company was that of garage operators, until September 1999.

Directors

The following directors have held office since 1 July 2001:

R Keyse

I M Keyse

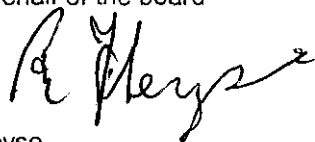
Directors' interests

The directors present their report and financial statements for the year ended 30 June 2002.

	Ordinary shares of £ 1 each	
	30 June 2002	1 July 2001
R Keyse	1,151	1,151
I M Keyse	1,105	1,105

This 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



R Keyse

Director

13 August 2003

THREE WAYS ENGINEERING WORKS LIMITED

ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE UNAUDITED ACCOUNTS OF THREE WAYS ENGINEERING WORKS LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 30 June 2002, set out on pages 3 to 8 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.



Finn-Kelcey & Chapman

13 August 2003

Chartered Accountants

Stourside Place
Station Road
Ashford Kent

THREE WAYS ENGINEERING WORKS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 2002

	Notes	2002 £	2001 £
Administrative expenses		9,581	(24,478)
Other operating income		19,508	32,365
Operating profit	2	29,089	7,887
Interest payable and similar charges		(396)	(1,732)
Profit on ordinary activities before taxation		28,693	6,155
Tax on profit on ordinary activities	3	610	(610)
Profit on ordinary activities after taxation		29,303	5,545
Dividends		(98,000)	-
Retained (loss)/profit for the year	9	(68,697)	5,545

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

Note of historical cost profits and losses

	2002 £	2001 £
Reported profit on ordinary activities before taxation	28,693	6,155
Realisation of property revaluation gains of previous years	87,975	-
Historical cost profit on ordinary activities before taxation	116,668	6,155
Historical cost profit for the year retained after taxation, extraordinary items and dividends	19,278	5,545

THREE WAYS ENGINEERING WORKS LIMITED

BALANCE SHEET AS AT 30 JUNE 2002

	Notes	2002 £	£	2001 £	£
Fixed assets					
Tangible assets	4		85,000		175,000
Current assets					
Debtors	5	97		4,019	
Cash at bank and in hand		9,440		21	
		<u>9,537</u>		<u>4,040</u>	
Creditors: amounts falling due within one year	6	<u>(7,567)</u>		<u>(18,483)</u>	
Net current assets/(liabilities)			<u>1,970</u>		<u>(14,443)</u>
Total assets less current liabilities			<u>86,970</u>		<u>160,557</u>
Creditors: amounts falling due after more than one year	7		-		(4,890)
			<u>86,970</u>		<u>155,667</u>
Capital and reserves					
Called up share capital	8		2,256		2,256
Revaluation reserve	9		84,524		172,499
Profit and loss account	9		190		(19,088)
Shareholders' funds - equity interests	10		<u>86,970</u>		<u>155,667</u>

In preparing these financial statements:

- The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2002 in accordance with section 249B(2), and
- The directors acknowledge their responsibilities for:
 - ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, 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.

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

The financial statements were approved by the Board on 13 August 2003

R Keyse
Director

THREE WAYS ENGINEERING WORKS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2002

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Freehold	Nil
Fixtures, fittings & equipment	15% Reducing balance

Freehold land and buildings are not depreciated because, in the opinion of the directors, any such depreciation required would be immaterial.

2 Operating profit	2002	2001
	£	£
Operating profit is stated after charging:		
Directors' emoluments	4,839	14,110
and after crediting:		
Profit on disposal of tangible assets	(29,314)	(128)

THREE WAYS ENGINEERING WORKS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2002

3	Taxation	2002 £	2001 £
	U.K. corporation tax	(603)	610
	Adjustment for prior years	(7)	-
	Current tax charge	<u>(610)</u>	<u>610</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	<u>28,693</u>	<u>6,155</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 10.00% (2001 : 10.00%)	<u>2,869</u>	<u>616</u>
	Effects of:		
	Depreciation	-	(13)
	Tax losses increased	62	-
	Adjustments to previous periods	(610)	7
	Other tax adjustments	(2,931)	-
		<u>(3,479)</u>	<u>(6)</u>
	Current tax charge	<u>(610)</u>	<u>610</u>

The company has estimated losses of £ 36,701 (2001 : £ 32,137) available for carry forward against future trading profits.

4	Tangible fixed assets	Land and buildings £
	Cost or valuation	
	At 1 July 2001	175,000
	Disposals	(90,000)
	At 30 June 2002	<u>85,000</u>
	Depreciation	
	At 1 July 2001 & at 30 June 2002	-
	Net book value	
	At 30 June 2002	<u>85,000</u>
	At 30 June 2001	<u>175,000</u>

Freehold properties were revalued at 7th June 1996 on the basis of an open market valuation for existing use by Caxtons, Chartered Surveyors.

THREE WAYS ENGINEERING WORKS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2002

5 Debtors	2002	2001
	£	£
Trade debtors	-	3,850
Other debtors	97	169
	<u>97</u>	<u>4,019</u>
6 Creditors: amounts falling due within one year	2002	2001
	£	£
Bank loans and overdrafts	-	10,986
Taxation and social security	-	1,096
Other creditors	7,567	6,401
	<u>7,567</u>	<u>18,483</u>
7 Creditors: amounts falling due after more than one year	2002	2001
	£	£
Bank loans	-	4,890
Analysis of loans		
Wholly repayable within five years	-	11,655
Included in current liabilities	-	(6,765)
	<u>-</u>	<u>4,890</u>
Loan maturity analysis		
In more than one year but not more than two years	-	4,890
8 Share capital	2002	2001
	£	£
Authorised		
30,000 Ordinary shares of £ 1 each	30,000	30,000
Allotted, called up and fully paid		
2,256 Ordinary shares of £ 1 each	2,256	2,256

THREE WAYS ENGINEERING WORKS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2002

9 Statement of movements on reserves

	Revaluation reserve £	Profit and loss account £
Balance at 1 July 2001	172,499	(19,088)
Retained loss for the year	-	(68,697)
Transfer from revaluation reserve to profit and loss account	(87,975)	87,975
Balance at 30 June 2002	84,524	190

10 Reconciliation of movements in shareholders' funds

	2002 £	2001 £
Profit for the financial year	29,303	5,545
Dividends	(98,000)	-
	(68,697)	5,545
Other recognised gains and losses	(87,975)	-
Net (depletion in)/addition to shareholders' funds	(156,672)	5,545
Opening shareholders' funds	155,667	150,122
Closing shareholders' funds	86,970	155,667