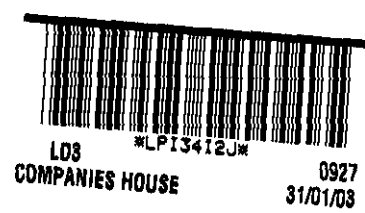


Registered number
1058421

P FLANNERY PLANT HIRE (OVAL) LIMITED

Report and Accounts

31 March 2002



P FLANNERY PLANT HIRE (OVAL) LIMITED
Company Information

Directors

P Flannery
Mrs M Flannery

Secretary

Mrs M Flannery

Auditors

Buckingham & Company
27A Maxwell Road
Northwood
Middlesex HA6 2XY

Registered office

27a Maxwell Road
Northwood
Middlesex
HA6 2XY

Registered number

1058421

P FLANNERY PLANT HIRE (OVAL) LIMITED

Directors' Report

The directors present their report and accounts for the year ended 31 March 2002.

Principal activities and review of the business

The company's principal activity during the year continued to be hiring of plant and machinery. The company is in a good position to take advantage of any opportunities which may arise in the future.

Results and dividends

The profit for the year after taxation is shown on page 4. A dividend of £24,000 was paid during the year.

Future developments

The development of the company's business is likely to continue in a similar manner to previous years.

Directors

The directors who served during the year and their interests in the share capital of the company were as follows:

	£1 Ordinary shares	
	2002	2001
P Flannery	99	99
Mrs M Flannery	1	1

Directors' responsibilities

Company law requires the directors to prepare accounts 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 for that period. In preparing those accounts, the directors are required to:

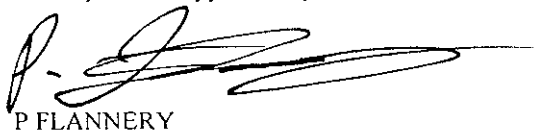
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for maintaining 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 accounts 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

A resolution to reappoint Buckingham & Company as auditors will be put to the members at the Annual General Meeting.

This report was approved by the board on 30 January 2003.



P FLANNERY
Director

P FLANNERY PLANT HIRE (OVAL) LIMITED

Auditors' Report

Report of the auditors

to the shareholders of P FLANNERY PLANT HIRE (OVAL) LIMITED

We have audited the accounts on pages 4 to 13 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 2, the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

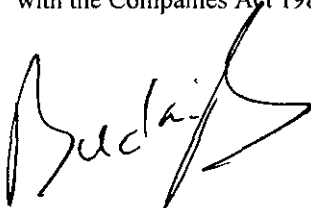
Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31 March 2002 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Buckingham & Company
Chartered Certified Accountants and Registered Auditors

27A Maxwell Road
Northwood
Middlesex HA6 2XY

30 January 2003

P FLANNERY PLANT HIRE (OVAL) LIMITED
Profit and Loss Account
for the year ended 31 March 2002

	Notes	2002 £	2001 £
Turnover	2	6,143,617	4,364,777
Cost of sales		(5,241,728)	(3,646,387)
Gross profit		901,889	718,390
Administrative expenses		(573,108)	(422,903)
Operating profit	3	328,781	295,487
Interest payable	6	(77,896)	(80,699)
Profit on ordinary activities before taxation		250,885	214,788
Tax on profit on ordinary activities	7	(62,179)	(67,300)
Profit for the financial year		188,706	147,488
Dividends:			
ordinary dividend on equity shares	8	(39,200)	(24,000)
Retained profit for the financial year	17	149,506	123,488

Continuing operations

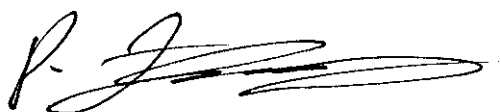
None of the company's activities were acquired or discontinued during the above two financial years.

Statement of total recognised gains and losses

The company has no recognised gains or losses other than the profit for the above two financial years.

P FLANNERY PLANT HIRE (OVAL) LIMITED**Balance Sheet****as at 31 March 2002**

	Notes	2002 £	2001 £
Fixed assets			
Tangible assets	9	2,863,735	2,303,481
Current assets			
Debtors	10	1,724,318	1,102,915
Creditors: amounts falling due within one year	11	(2,717,622)	(1,813,685)
Net current liabilities		(993,304)	(710,770)
Total assets less current liabilities		1,870,431	1,592,711
Creditors: amounts falling due after more than one year	12	(889,347)	(801,074)
Provisions for liabilities and charges	15	(183,974)	(144,033)
		<u>797,110</u>	<u>647,604</u>
Capital and reserves			
Called up share capital	16	100	100
Profit and loss account	17	797,010	647,504
Shareholders' funds:			
Equity		<u>797,110</u>	<u>647,604</u>
	18	<u>797,110</u>	<u>647,604</u>



P FLANNERY

Director

Approved by the board on 30 January 2003

P FLANNERY PLANT HIRE (OVAL) LIMITED
Cash Flow Statement
for the year ended 31 March 2002

	Notes	2002 £	2001 £
Reconciliation of operating profit to net cash inflow from operating activities			
Operating profit		328,781	295,487
Depreciation charges & loss on disposal		475,601	402,244
(Increase)/decrease in debtors		(621,403)	116,369
Increase in creditors		1,017,782	89,916
Net cash inflow from operating activities		<u>1,200,761</u>	<u>904,016</u>
CASH FLOW STATEMENT			
Net cash inflow from operating activities		1,200,761	904,016
Returns on investments and servicing of finance	19	(77,896)	(80,699)
Taxation		(8,890)	(8,534)
Capital expenditure	19	(1,035,855) 78,120	(1,297,461) (482,678)
Equity dividends paid		(39,200) 38,920	(24,000) (506,678)
Financing	19	96,144	557,340
Increase in cash		<u>135,064</u>	<u>50,662</u>
Reconciliation of net cash flow to movement in net debt			
Increase in cash in the period		135,064	50,662
Increase in debt and lease financing		(96,144)	(557,340)
Change in net debt	20	38,920	(506,678)
Net debt at 1 April		(1,765,811)	(1,259,133)
Net debt at 31 March		<u>(1,726,891)</u>	<u>(1,765,811)</u>

P FLANNERY PLANT HIRE (OVAL) LIMITED

Notes to the Accounts

for the year ended 31 March 2002

1 Accounting policies

Accounting convention

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Depreciation

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Plant and equipment owned and under hire purchase	- 15% p.a. on reducing balance
Plant and equipment held on finance lease	- Over the term of the lease
Freehold building	- 2% p.a. on cost
Office Equipment	- 10% p.a. on reducing balance
Motor vehicle owned and hire purchase	- 20% p.a. on reducing balance
Motor vehicle held on finance lease	- Over the term of the lease

Stocks

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

Deferred taxation

Deferred taxation is provided on the liability method on all timing differences which are expected in the foreseeable future, calculated at the rate at which it is estimated that the tax will be payable.

Leasing and hire purchase commitments

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

Pensions

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

P FLANNERY PLANT HIRE (OVAL) LIMITED

Notes to the Accounts

for the year ended 31 March 2002

2 Turnover

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

3 Operating profit	2002	2001
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	70,947	63,203
Depreciation of assets held under finance leases and hire purchase contracts	425,839	330,247
Auditors' remuneration	5,460	5,250

4 Directors' emoluments	2002	2001
	£	£
Emoluments	58,000	58,000
Company contributions to money purchase pension schemes	-	30,000
	58,000	88,000

Number of directors in company pension schemes:	2002	2001
	Number	Number
Money purchase schemes	2	2

5 Staff costs	2002	2001
	£	£
Wages and salaries	95,796	77,277
Social security costs	39,237	36,151
	135,033	113,428

6 Interest payable	2002	2001
	£	£
Bank loans and overdrafts	19,683	28,018
Finance charges payable under finance leases and hire purchase contracts	58,213	52,681
	77,896	80,699

P FLANNERY PLANT HIRE (OVAL) LIMITED

Notes to the Accounts

for the year ended 31 March 2002

7 Taxation	2002	2001
	£	£
UK corporation tax	22,238	22,756
Deferred taxation (note 15)	39,941	44,544
	<u>62,179</u>	<u>67,300</u>

8 Equity dividends	2002	2001
	£	£
Equity dividends on ordinary shares - paid	<u>39,200</u>	<u>24,000</u>

9 Tangible fixed assets	Freehold land and buildings	Motor vehicles	Plant and machinery	Total
	£	£	£	£
Cost				
At 1 April 2001	179,480	154,316	2,951,245	3,285,041
Additions	-	113,317	993,413	1,106,730
Disposals	-	(26,725)	(64,450)	(91,175)
At 31 March 2002	<u>179,480</u>	<u>240,908</u>	<u>3,880,208</u>	<u>4,300,596</u>
Depreciation				
At 1 April 2001	59,825	73,648	848,087	981,560
Charge for the year	-	35,376	461,410	496,786
On disposals	-	(9,621)	(31,864)	(41,485)
At 31 March 2002	<u>59,825</u>	<u>99,403</u>	<u>1,277,633</u>	<u>1,436,861</u>
Net book value				
At 31 March 2002	<u>119,655</u>	<u>141,505</u>	<u>2,602,575</u>	<u>2,863,735</u>
At 31 March 2001	<u>119,655</u>	<u>80,668</u>	<u>2,103,158</u>	<u>2,303,481</u>

	2002	2001
	£	£
Net book value of plant and machinery included above held under finance leases and hire purchase contracts	<u>2,268,359</u>	<u>1,838,992</u>

P FLANNERY PLANT HIRE (OVAL) LIMITED**Notes to the Accounts****for the year ended 31 March 2002**

10 Debtors	2002	2001
	£	£
Trade debtors	1,552,816	955,785
Current investments	10,000	10,000
Amount owed by related company see note 23	150,263	119,406
Other debtors	11,239	11,239
Prepayments and accrued income	-	6,485
	<u>1,724,318</u>	<u>1,102,915</u>
11 Creditors: amounts falling due within one year	2002	2001
	£	£
Bank loans and overdrafts	121,937	296,269
Director's loan	56	971
Obligations under finance lease and hire purchase contracts	715,607	668,468
Trade creditors	1,251,502	369,531
Amount owed to related company see note 23	305,726	178,011
Corporation tax	44,639	31,291
Other taxes and social security costs	44,444	95,272
Other creditors	221,149	161,240
Accruals and deferred income	12,562	12,632
	<u>2,717,622</u>	<u>1,813,685</u>
12 Creditors: amounts falling due after one year	2002	2001
	£	£
Bank loans	-	32,296
Obligations under finance lease and hire purchase contracts	889,347	768,778
	<u>889,347</u>	<u>801,074</u>
13 Loans	2002	2001
	£	£
Analysis of maturity of debt:		
Within one year or on demand	-	39,268
Between one and two years	-	32,296
	<u>-</u>	<u>71,564</u>

P FLANNERY PLANT HIRE (OVAL) LIMITED
Notes to the Accounts
for the year ended 31 March 2002

14 Obligations under finance leases and hire purchase contracts	2002	2001
	£	£
Amounts payable:		
Within one year	715,607	668,468
Within two to five years	889,347	768,778
	<u>1,604,954</u>	<u>1,437,246</u>

15 Provisions for liabilities and charges	2002	2001
Deferred taxation:	£	£
At 1 April	144,033	99,489
Charged to the profit and loss account	39,941	44,544
At 31 March	<u>183,974</u>	<u>144,033</u>

Deferred taxation provided in the accounts and the amounts not provided are as follows:

	Provided	Potential	Provided	Potential
	2002	2002	2001	2001
	£	£	£	£
Capital allowances in advance of depreciation	<u>183,974</u>	<u>-</u>	<u>144,033</u>	<u>-</u>

16 Share capital	2002	2001
	£	£
Authorised:		
Ordinary shares of £1 each	<u>100</u>	<u>100</u>
	2002	2001
	No	No
	£	£
Allotted, called up and fully paid:		
Ordinary shares of £1 each	<u>100</u>	<u>100</u>

17 Profit and loss account	2002	2001
	£	£
At 1 April	647,504	524,016
Retained profit	149,506	123,488
At 31 March	<u>797,010</u>	<u>647,504</u>

P FLANNERY PLANT HIRE (OVAL) LIMITED

Notes to the Accounts

for the year ended 31 March 2002

18 Reconciliation of movement in shareholders' funds

	2002	2001
	£	£
At 1 April	647,604	524,116
Profit for the financial year	188,706	147,488
Dividends	(39,200)	(24,000)
At 31 March	<u>797,110</u>	<u>647,604</u>

19 Gross cash flows

	2002	2001
	£	£
Returns on investments and servicing of finance		
Interest paid	(19,683)	(28,018)
Interest element of finance lease rental payments	(58,213)	(52,681)
	<u>(77,896)</u>	<u>(80,699)</u>
Capital expenditure		
Payments to acquire tangible fixed assets	(1,106,730)	(1,380,333)
Receipts from sales of tangible fixed assets	70,875	82,872
	<u>(1,035,855)</u>	<u>(1,297,461)</u>
Financing		
Loan repayments	(71,564)	(32,345)
Capital element of finance lease rental payments	167,708	589,685
	<u>96,144</u>	<u>557,340</u>

20 Analysis of changes in net debt

	At 1 Apr 2001	Cash flows	Non-cash changes	At 31 Mar 2002
	£	£	£	£
Overdrafts	(257,001)	135,064		(121,937)
Debt due within 1 year	(39,268)	39,268		-
Debt due after 1 year	(32,296)	32,296		-
Finance leases	(1,437,246)	(167,708)		(1,604,954)
		(96,144)		
Total	<u>(1,765,811)</u>	<u>38,920</u>	<u>-</u>	<u>(1,726,891)</u>

P FLANNERY PLANT HIRE (OVAL) LIMITED

Notes to the Accounts

for the year ended 31 March 2002

21 Pension commitments

The company makes contribution to a defined contribution scheme for the two Directors. The pension cost amounted to £Nil (year ended 31.03.01 -£30,000) for the year. The assets of the scheme are held separately from those of the company in an independently administered fund.

The company also contributed £1,800 (Year ended 31 March 2001 £1800) in respect of an employees personal pension scheme.

22 Other financial commitments

At the year end the company had annual commitments under non-cancellable operating leases as set out below:

	Land and buildings 2002 £	Land and buildings 2001 £	Other 2002 £	Other 2001 £
Operating leases which expire: within two to five years	-	-	309,564	107,356

23 Related parties

Mr P Flannery who controls the Company has, together with Mrs M Flannery, a 100% interest in Triplehigh Limited, Flannery Plant Hire Limited and Mrs M Flannery has a controlling interest in Belvue Plant Holding Company Limited and D & F Properties Limited.

(a) During the year the Company rented a commercial yard from Triplehigh Limited at an annual rent of £11,000.

(b) Included in the Cost of Sales is £450,325 in respect of Plant Hire which has been obtained from Belvue (Plant Holding) Company Limited.

(d) The analysis of related company balances are as follows:

	2002	2001
Debtors		
Belvue (Plant Holding) Company Limited	-	-
D & F Properties Limited	8,155	3,895
Triplehigh Limited	142,108	115,511
	<u>150,263</u>	<u>119,406</u>
Creditors		
Belvue (Plant Holding) Company Limited	229,114	101,399
Flannery Plant Hire Limited	76,612	76,612
	<u>305,726</u>	<u>178,011</u>