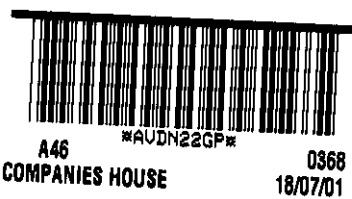


KELTBRAV DEMOLITION LIMITED
ABBREVIATED ACCOUNTS
FOR THE PERIOD ENDED 31 OCTOBER 2000



KELTBRAY DEMOLITION LIMITED

DIRECTORS' REPORT FOR THE PERIOD ENDED 31 OCTOBER 2000

The directors present their report and financial statements for the period ended 31 October 2000.

Principal activities and review of the business

The principal activity of the company continued to be that of demolition contractors.

Results and dividends

The results for the period are set out on page 3.

Directors

The following directors have held office since 1 May 1999:

A J Farrell	
D Ewens	(Resigned 31 March 2000)
M Farrell	(Resigned 10 October 2000)
B Kerr	
S Mason	(Appointed 31 March 2000)

Directors' interests

The Directors at the Balance Sheet date and their interests in the ultimate parent company at that date and at the beginning of the year (or on appointment if later), were as follows:

	Ordinary shares of £ 1 each	
	31 October 2000	1 May 1999
A J Farrell	50,000	-
B Kerr	50,000	-
S Mason	-	-

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Goldblatts be reappointed as auditors of the company will be put to the Annual General Meeting.

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.

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.

On behalf of the board



S Mason

Director

9/7/2001

KELTBRAV DEMOLITION LIMITED

AUDITORS' REPORT TO KELTBRAV DEMOLITION LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 4 to 9, together with the financial statements of the company for the period ended 31 October 2000 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

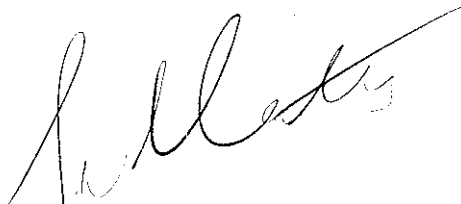
The directors are responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act to the registrar of companies and whether the accounts 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 considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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 financial statements.

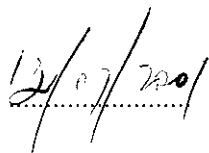
Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages 4 to 9 are properly prepared in accordance with that provision.



Goldblatts

Chartered Accountants
Registered Auditor



24 Grays Inn Road
London
WC1X 8HP

KELTBRAY DEMOLITION LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 31 OCTOBER 2000

		Period ended 31 October 2000 £	Year ended 30 April 1999 £
	Notes		
Gross profit		789,880	351,001
Administrative expenses		(617,224)	(229,360)
Operating profit	2	172,656	121,641
Other interest receivable and similar income		17,357	5,785
Interest payable and similar charges	3	(5,524)	(7,992)
Profit on ordinary activities before taxation		184,489	119,434
Tax on profit on ordinary activities	4	(55,962)	(30,880)
Profit on ordinary activities after taxation	9	128,527	88,554

KELTBRAY DEMOLITION LIMITED

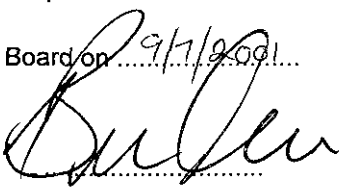
ABBREVIATED BALANCE SHEET AS AT 31 OCTOBER 2000

	Notes	2000 £	£	1999 £	£
Current assets					
Stocks	5	183,458		232,041	
Debtors	6	1,542,174		2,576,754	
Cash at bank and in hand		1,625,855		68,417	
		<u>3,351,487</u>		<u>2,877,212</u>	
Creditors: amounts falling due within one year	7	(2,860,791)		(2,515,043)	
Total assets less current liabilities			<u>490,696</u>		<u>362,169</u>
Capital and reserves					
Called up share capital	8		40,000		100
Profit and loss account	9		450,696		362,069
Shareholders' funds	10		<u>490,696</u>		<u>362,169</u>

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

The financial statements were approved by the Board on 9/1/2001.


A J Farrell
Director


B Kerr
Director

KELTBRAY DEMOLITION LIMITED

CASH FLOW STATEMENT FOR THE PERIOD ENDED 31 OCTOBER 2000

	Period ended 31 October 2000 £	Year ended 30 April 1999 £
Net cash inflow from operating activities	1,576,485	81,625
Returns on investments and servicing of finance		
Interest received	17,357	5,785
Interest paid	(5,524)	(7,992)
Net cash inflow/(outflow) for returns on investments and servicing of finance	11,833	(2,207)
Taxation	(30,880)	(121,002)
Net cash inflow/(outflow) before management of liquid resources and financing	1,557,438	(41,584)
Increase/(decrease) in cash in the period	1,557,438	(41,584)

KELTBRAV DEMOLITION LIMITED

NOTES TO THE CASH FLOW STATEMENT FOR THE PERIOD ENDED 31 OCTOBER 2000

1	Reconciliation of operating profit to net cash inflow from operating activities	2000		1999	
		£		£	
	Operating profit	172,656		121,641	
	Decrease in stocks	48,583		102,865	
	Decrease/(increase) in debtors	1,034,580		(783,505)	
	Increase in creditors within one year	320,666		640,624	
	Net cash inflow from operating activities	1,576,485		81,625	
2	Analysis of net funds	1 May 1999	Cash flow	Other non-cash changes	31 October 2000
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	68,417	1,557,438	-	1,625,855
	Net funds	68,417	1,557,438	-	1,625,855
3	Reconciliation of net cash flow to movement in net funds	2000		1999	
		£		£	
	Increase/(decrease) in cash in the period	1,557,438		(41,584)	
	Cash inflow from increase in debt	-		-	
	Movement in net funds in the period	1,557,438		(41,584)	
	Opening net funds	68,417		110,001	
	Closing net funds	1,625,855		68,417	

KELTBRAY DEMOLITION LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE PERIOD ENDED 31 OCTOBER 2000

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover and profits

Turnover represents the total invoice value, excluding value added tax, work done and services rendered during the year.

Profit is recognised on long-term contracts, if the final outcome can be assessed with reasonable certainty, by including in the profit and loss account turnover and related costs as contract activity progresses. Turnover is calculated as that proportion of total contract value which costs to date bear to total expected costs for that contract.

1.3 Stock

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

1.4 Long term contracts

Amounts recoverable on long term contracts, which are included in debtors, are stated at the net sales value of the work done after provision for contingencies and anticipated future losses on contracts, less amounts received as progress payments on account. Excess progress payments are included in creditors as payments on account.

2 Operating profit

2000

1999

£

£

Operating profit is stated after charging:

Auditors' remuneration

15,000

10,000

3 Interest payable

2000

1999

£

£

On bank loans and overdrafts

5,524

7,576

Other interest

-

416

5,524

7,992

4 Taxation

2000

1999

£

£

U.K. current year taxation

U.K. corporation tax at 30% (1999 - 31%)

55,756

30,880

Prior years

U.K. corporation tax

206

-

55,962

30,880

KELTBRAY DEMOLITION LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE PERIOD ENDED 31 OCTOBER 2000

5	Stocks	2000	1999
		£	£
	Long term contract balances:		
	- Net cost less foreseeable losses	183,458	232,041
		<u> </u>	<u> </u>
6	Debtors	2000	1999
		£	£
	Trade debtors	869,716	1,791,414
	Amounts owed by parent and fellow subsidiary undertakings	476,975	-
	Other debtors	58,498	775,356
	Prepayments and accrued income	136,985	9,984
		<u> </u>	<u> </u>
		1,542,174	2,576,754
		<u> </u>	<u> </u>
7	Creditors: amounts falling due within one year	2000	1999
		£	£
	Trade creditors	1,579,526	2,450,476
	Amounts owed to participating interests	828,096	-
	Corporation tax	55,756	30,674
	Other taxes and social security costs	80,205	-
	Other creditors	-	1,000
	Accruals and deferred income	317,208	32,893
		<u> </u>	<u> </u>
		2,860,791	2,515,043
		<u> </u>	<u> </u>
8	Share capital	2000	1999
		£	£
	Authorised		
	50,000 Ordinary shares of £ 1 each	50,000	1,000
		<u> </u>	<u> </u>
	Allotted, called up and fully paid		
	40,000 Ordinary shares of £ 1 each	40,000	100
		<u> </u>	<u> </u>

KELTBRAY DEMOLITION LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE PERIOD ENDED 31 OCTOBER 2000

9 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 May 1999	362,069
Retained profit for the period	128,527
Bonus issue of shares	(39,900)
Balance at 31 October 2000	450,696

10 Reconciliation of movements in shareholders' funds

	2000 £	1999 £
Profit for the financial period	128,527	88,554
Opening shareholders' funds	362,169	273,615
Closing shareholders' funds	490,696	362,169

11 Employees

Number of employees

There were no employees during the period apart from the directors.

12 Ultimate parent company

The ultimate parent company is Keltbray Group Holdings Limited, a company incorporated in England.