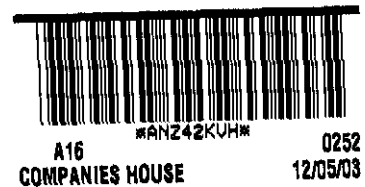


Company Number: 1796521

**MULLIN & SONS LIMITED  
FINANCIAL STATEMENTS FOR THE YEAR ENDED  
30<sup>TH</sup> SEPTEMBER 2002**



**HARVEY & CO. ACCOUNTANTS LTD  
CHARTERED CERTIFIED ACCOUNTANTS  
REGISTERED AUDITORS**

**WILLESDEN BUSINESS CENTRE  
41 WILLESDEN LANE  
LONDON NW6 7RF**

**MULLIN & SONS LIMITED**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**30<sup>TH</sup> SEPTEMBER 2002**

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**MULLIN & SONS LIMITED**  
**COMPANY INFORMATION**

Director: Mr A.J. Mullin

Secretary: Mrs W.A. Mullin

Registered Office: 156a South Ealing Road  
Ealing  
London  
W5 4QD

Auditors: Harvey & Co. Accountants Ltd  
Chartered Certified Accountants  
Registered Auditors  
Willesden Business Centre  
41 Willesden Lane  
London  
NW6 7RF

Bankers: Bank of Ireland  
32 Shepherds Bush Green  
London  
W12 8RB

Company Number: 1796521

**Mullin & Sons Limited**  
**Report of the Directors**  
**For the Year ended 30<sup>th</sup> September 2002**

The Director presents his report and Audited Accounts of the Company for the Year ended 30<sup>th</sup> September 2002.

**Principal Activities, Business and Future Developments**

The supply and delivery of equipment, minor adaptations and building works for the elderly and the disabled. General Building Contracting.

**Dividends and Appropriations**

The Director does not recommend the payment of dividends for this period.

**Director**

The constitution of the Board, their interest (and those of their immediate family) in the share capital of the Company were as follows.

**Beneficial Holdings**

**Shares of £1 each**

|                 | 2002 | 2001 |
|-----------------|------|------|
| Mr A. J. Mullin | 80   | 80   |

**Fixed Assets**

The fixed assets are shown in Note 6 to the annexed financial statements.

**Business Review**

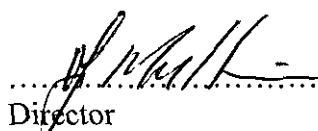
The results of the year set out in the Profit and Loss Accounts and the state of affairs of the Company are set out in the Balance Sheet.

**Auditors**

Harvey and Co. Accountants Ltd Chartered Certified Accountants and Registered Auditors were appointed as auditors of the Company on 30th May 2002 and have indicated their willingness to be re-appointed in accordance with the Companies Act 1985.

The Board approved this report on. 10<sup>th</sup> April, 2003

By order of the Board

  
.....  
Director

**Mullin and Sons Limited**  
**Statement of Directors Responsibilities For the Year Ended**  
**30<sup>th</sup> September 2002**

**Statement of Directors Responsibilities**

Company Law requires the Directors to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the Company and of the profit and 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 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 make sure that the financial statements comply with the Companies Act 1985. They are also responsible for the safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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**Auditors Report to the Members of  
Mullin and Sons Limited  
For the Year Ended 30<sup>th</sup> September 2002**

We have audited the financial statements on pages 6 to 12, which have been prepared under the historical cost convention and the accounting policies are set out on page 8.

**Respective Responsibilities of Directors and Auditors**

As described on page 4 the Company's Director is responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

**Basis of Opinion**

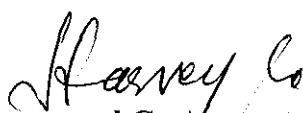
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the financial statements, 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 explanation which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements 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 financial statements.

**Opinion**

In our opinion, the financial statements give a true and fair view of the state of affairs at 30<sup>th</sup> September 2002 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies.

Date...24. 04 03.....

  
**Harvey and Co Accountants Ltd  
Chartered Certified Accountants  
and Registered Auditors  
Willesden Business Centre  
41 Willesden Lane  
London NW6 7HF**

**Mullin and Sons Limited**  
**Profit and Loss Account**  
**For the Year Ended 30<sup>th</sup> September 2002**

|                                                          | Notes | 2002<br>£            | 2001<br>£            |
|----------------------------------------------------------|-------|----------------------|----------------------|
| Turnover                                                 | 1     | 817,514              | 985,194              |
| Cost of Sales                                            |       | (664,708)            | (805,736)            |
| <b>Gross Profit</b>                                      |       | <u>152,806</u>       | <u>179,458</u>       |
| Distribution and<br>administrative costs                 |       | (132,832)            | (136,078)            |
| <b>Operating Profit</b>                                  | 2     | 19,974               | 43,380               |
| Other Operating income                                   |       | <u>2,193</u>         | <u>93</u>            |
| <b>Profit on Ordinary Activities<br/>Before Taxation</b> |       | 22,167               | 43,473               |
| Taxation                                                 |       | (3,750)              | (8,700)              |
| <b>Profit on Ordinary Activities<br/>After Taxation</b>  |       | <u>18,417</u>        | <u>34,773</u>        |
| Retained Profit Brought<br>Forward                       |       | <u>80,057</u>        | <u>45,284</u>        |
| Retained Profit carried<br>Forward                       |       | <u><u>98,474</u></u> | <u><u>80,057</u></u> |

**Mullin and Sons Limited**  
**Balance Sheet as at 30<sup>th</sup> September 2002**

|                                                      | Notes           | 2002             | 2001             |
|------------------------------------------------------|-----------------|------------------|------------------|
| <b>FIXED ASSETS</b>                                  |                 | £                | £                |
| Tangible Assets                                      | 6               | 94,660           | 90,933           |
| Investment Property                                  |                 | 195,000          | -                |
| <b>CURRENT ASSETS</b>                                |                 |                  |                  |
| Stock and Work in progress                           |                 | 12,342           | 28,191           |
| Debtors                                              | 7               | 62,797           | 57,230           |
| Bank Accounts                                        | current deposit | 68,837           | 80,371           |
|                                                      |                 | 574              | 18,568           |
|                                                      |                 | <u>144,550</u>   | <u>184,360</u>   |
| <b>CREDITORS</b>                                     |                 |                  |                  |
| Amounts falling due within One Year                  | 8               | (203,217)        | (195,136)        |
| Bank Overdraft                                       |                 | -                | -                |
|                                                      |                 | <u>(203,217)</u> | <u>(195,136)</u> |
| <b>NET CURRENT LIABILITIES</b>                       |                 | <u>(58,667)</u>  | <u>(10,776)</u>  |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>         |                 | 230,993          | 80,157           |
| <b>CREDITORS</b>                                     |                 |                  |                  |
| Amounts falling due after one year - Bank of Ireland |                 | (132,419)        | -                |
|                                                      |                 | <u>98,574</u>    | <u>80,157</u>    |
| <b>SHARE CAPITAL AND RESERVES</b>                    |                 |                  |                  |
| Called up Share Capital                              | 9               | 100              | 100              |
| Profit and Loss Account                              |                 | 98,474           | 80,057           |
|                                                      |                 | <u>98,574</u>    | <u>80,157</u>    |

The Director has taken advantage of special exemption conferred by Schedule 8 to the Companies Act 1985 applicable to small companies in the preparation of the Accounts and has done so on the ground that, in his opinion, the Company is entitled to these exemptions.

These Financial statements were approved by the Board on 10<sup>th</sup> April, 2003

  
 Director

The notes on pages 8, 9, 10, 11, 12 form part of these accounts.

**Mullin and Sons Limited**  
**Notes to, and Forming Part of the Financial Statements**  
**For the Year Ended 30<sup>th</sup> September 2002**

**1. Accounting Policies**

These financial statements have been prepared in accordance with the historical cost convention, which assumed the continuation of the trade and financial facilities available to the Company. Also, the accounts have been prepared in accordance with applicable accounting standards.

The principal accounting policies, which the Director has adopted within that convention, are set out below.

**A) Depreciations**

The cost of fixed assets is written off over their expected lives on a reducing balance basis, at the following rates:

|                                |               |
|--------------------------------|---------------|
| VANS                           | 25% per annum |
| PLANT AND MACHINERY            | 25% per annum |
| FIXTURES AND FITINGS           | 10% per annum |
| OFFICE EQUIPMENT AND COMPUTERS | 25% per annum |

**B) TURNOVER**

Turnover comprises the value of goods and services supplied by the Company exclusive of VAT where applicable.

|                                                  |             |             |
|--------------------------------------------------|-------------|-------------|
| <b>OPERATING PROFIT</b>                          | <b>2002</b> | <b>2001</b> |
| Operating profit is arrived at after charging :  | <b>£</b>    | <b>£</b>    |
| Depreciation of Tangible Assets                  | 15,555      | 18,531      |
| Reporting Accountants Fee                        | 2,250       | 2,000       |
| Directors Remuneration                           | 5,275       | 5,292       |
| Hire of Plant and Machinery                      | 1,040       | 730         |
| <br><b>2. DIRECTORS AND STAFF</b>                |             |             |
| Director's Emoluments                            | 5,275       | 5,292       |
| Management Remuneration                          | 244,884     | 282,626     |
| <br><b>3. INTEREST RECEIVABLE</b>                |             |             |
| Bank Interest                                    | 2,193       | Nil         |
| <br><b>4. INTEREST PAYABLE</b>                   |             |             |
| In respect of Bank Loan and Overdraft            | 5,669       | 6,117       |
| <br><b>5. TAX PAYABLE ON ORDINARY ACTIVITIES</b> |             |             |
| Provision for Corporation Tax                    | 3,750       | 8,700       |

**Mullin and Sons Limited**  
**Notes to, and Forming Part of the Financial Statements (continued)**  
**for the Year Ended 30<sup>th</sup> September 2002**

**6.****TANGIBLE FIXED ASSETS**

|                           | Furniture,<br>Fixtures &<br>Fittings<br>£ | Plant & Machinery<br>£    | TOTAL<br>£       |
|---------------------------|-------------------------------------------|---------------------------|------------------|
| Cost - brought forward    | 74,894                                    | 6,303                     | 81,197           |
| Additions during the year | -                                         | 2,757                     | 2,757            |
|                           | <u>74,894</u>                             | <u>9,060</u>              | <u>83,954</u>    |
| <b>DEPRECIATIONS</b>      |                                           |                           |                  |
| Brought Forward           | 24,214                                    | 2,859                     | 27,073           |
| Charge for the Year       | 5,068                                     | 1,206                     | 6,274            |
|                           | <u>29,282</u>                             | <u>4,065</u>              | <u>33,347</u>    |
| Net Book Value            | at<br>30.9.02<br>at<br>30.9.01            | 45,612<br>4,995<br>50,680 | 50,607<br>54,124 |

|                           | Trucks and<br>Vans<br>£ | Office equipment &<br>computers<br>£ | TOTAL<br>£       |
|---------------------------|-------------------------|--------------------------------------|------------------|
| Cost Bought Forward       | 55,675                  | 34,360                               | 90,035           |
| Additions during the year | 16,525                  | -                                    | 16,525           |
|                           | <u>72,200</u>           | <u>34,360</u>                        | <u>106,560</u>   |
| <b>DEPRECIATIONS</b>      |                         |                                      |                  |
| Brought Forward           | 36,308                  | 16,918                               | 53,226           |
| Charge for the year       | 4,920                   | 4,361                                | 9,281            |
|                           | <u>41,228</u>           | <u>21,279</u>                        | <u>62,507</u>    |
| Net Book Value            | 30.9.02<br>30.9.01      | 30,972<br>19,367                     | 13,081<br>17,442 |
|                           |                         |                                      | 44,053<br>36,809 |

**TOTAL**  
**30.9.02**      £ 94,660

**Mullin and Sons Limited**  
**Notes to, and Forming Part of the Financial Statements (continued)**  
**for the Year Ended 30<sup>th</sup> September 2002**

| 7. DEBTORS    | 2002<br>£ | 2001<br>£ |
|---------------|-----------|-----------|
| Trade Debtors | 62,797    | 57,230    |
|               | -----     | -----     |
|               | 62,797    | 57,230    |
|               | =====     | =====     |

**8. Creditors : Amounts Falling Due Within One Year**

|                        | £       | £       |
|------------------------|---------|---------|
| Trade Creditors        | 37,288  | 59,325  |
| PAYE / NIC / VAT       | 20,781  | 26,110  |
| Corporation Tax        | 4,759   | 8,700   |
| Directors Loan Account | 56,785  | 58,906  |
| Accruals               | 415     | -       |
| Lease Creditors        | 23,189  | 11,782  |
| Other Creditors        | 60,000  | 30,313  |
| Bank Overdraft         | -       | -       |
|                        | -----   | -----   |
|                        | 203,217 | 195,136 |
|                        | =====   | =====   |

| 9. SHARE CAPITAL                     | £     | £     |
|--------------------------------------|-------|-------|
| Authorised 100 ordinary shares of £1 | 100   | 100   |
|                                      | ===== | ===== |
| Issued and fully paid                |       |       |
| 100 ordinary shares of £1 each       | 100   | 100   |
|                                      | ===== | ===== |

10 The Company entered into a substantial contract with London Borough of Ealing on 19/4/99 to supply equipment and adaptations for people with disabilities for the next three years which has now been extended for another two years.

11 Bank of Ireland created a debenture over the Company's fixed and floating assets as from 6-5-1999 in order to provide an overdraft facility of £70,000.

**Mullin and Sons Limited**  
**Detailed Profit and Loss Account for the Year Ended**  
**30<sup>th</sup> September 2002**

|                                           | 2002             |                  | 2001    |
|-------------------------------------------|------------------|------------------|---------|
|                                           | £                | £                | £       |
| <b>SALES</b>                              | 817,514          |                  | 985,194 |
| <b>DIRECT COSTS</b>                       |                  |                  |         |
| Opening Stock and Work in Progress        | 28,191           | 57,322           |         |
| Purchases of Materials                    | 265,694          | 365,388          |         |
| CITB                                      | -                | 1,240            |         |
| Sub Contractors                           | 115,276          | 104,383          |         |
| Hire of Plant & Equipment                 | 1,040            | 730              |         |
| Hire of Skips                             | 3,501            | 2,334            |         |
| Staff Salaries                            | 225,394          | 259,654          |         |
| Employers' NI                             | 19,490           | 22,972           |         |
| Pension Costs                             | 7,829            | 7,829            |         |
| <b>Depreciations -</b>                    |                  |                  |         |
| Plant & Machinery                         | 1,206            | 630              |         |
| Computer & Office Equipment               | 4,361            | 5,814            |         |
| Furniture Fixtures & Fittings             | 5,068            | 5,631            |         |
|                                           | <u>677,050</u>   | <u>833,927</u>   |         |
| <b>Closing Stock and Work In Progress</b> | (12,342)         | (28,191)         |         |
|                                           | <u>(664,708)</u> | <u>(805,736)</u> |         |
| <b>GROSS PROFIT</b>                       | 152,806          | 179,458          |         |
| Plus Bank Interest Received               | 2,193            | -                |         |
| Plus Profit on Disposal of van            | -                | 93               |         |
| Less - Overheads                          | (132,832)        | (136,078)        |         |
| <b>RETAINED PROFIT FOR THE YEAR</b>       | <u>£ 22,167</u>  | <u>£ 43,473</u>  |         |