

15-1-05
REGISTERED NUMBER: 2615521 (England and Wales)

Abbreviated Accounts for the Year Ended 31 August 2004

for

ENVIRO-WASTE LIMITED



ENVIRO-WASTE LIMITED

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ENVIRO-WASTE LIMITED

**Company Information
for the Year Ended 31 August 2004**

DIRECTOR: G J Betts

SECRETARY: P P Betts

REGISTERED OFFICE: Teresa Gavin House
Woodford Avenue
Woodford Green
Essex
IG8 8FB

REGISTERED NUMBER: 2615521 (England and Wales)

AUDITORS: Ashton Hart David Lee
Registered Auditors
Teresa Gavin House
Woodford Avenue
Woodford Green
Essex
IG8 8FB

ENVIRO-WASTE LIMITED

Report of the Director for the Year Ended 31 August 2004

The director presents his report with the financial statements of the company for the year ended 31 August 2004.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of supplying sludge to land.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

DIVIDENDS

No dividends will be distributed for the year ended 31 August 2004.

DIRECTORS

The directors during the year under review were:

G J Betts	- appointed 30.7.04
R A Clark	- resigned 30.7.04

The director holding office at 31 August 2004 did not hold any beneficial interest in the issued share capital of the company at date of appointment or 31 August 2004.

DONATIONS

During the year the company made charitable donations of £238.00 (2003 - £162.00).

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

Company law requires the director 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 director is 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 director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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

The auditors, Ashton Hart David Lee, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:



G J Betts - Director

10 March 2005

**Report of the Independent Auditors to
ENVIRO-WASTE LIMITED
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts on pages four to fifteen, together with the full financial statements of the company for the year ended 31 August 2004 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of director and auditors

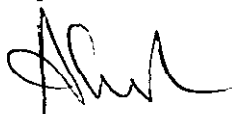
The director is responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the 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 consider 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 full 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 four to fifteen are properly prepared in accordance with that provision.



Ashton Hart David Lee
Registered Auditors
Teresa Gavin House
Woodford Avenue
Woodford Green
Essex
IG8 8FB

10 March 2005

ENVIRO-WASTE LIMITED

Abbreviated Profit and Loss Account for the Year Ended 31 August 2004

	Notes	31.8.04 £	31.8.03 £
GROSS PROFIT		908,352	725,097
Administrative expenses		637,981	611,548
OPERATING PROFIT	3	270,371	113,549
Interest payable and similar charges	4	75,919	73,142
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		194,452	40,407
Tax on profit on ordinary activities	5	17,850	2,413
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		176,602	37,994
RETAINED PROFIT FOR THE YEAR		176,602	37,994

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current and previous years.

ENVIRO-WASTE LIMITED

Abbreviated Balance Sheet 31 August 2004

	Notes	31.8.04 £	£	31.8.03 £	£
FIXED ASSETS					
Intangible assets	6		26,596		35,056
Tangible assets	7		1,508,946		947,162
			<u>1,535,542</u>		<u>982,218</u>
CURRENT ASSETS					
Stocks	8	15,788		3,187	
Debtors	9	575,390		725,592	
Cash at bank and in hand		48,915		412	
		<u>640,093</u>		<u>729,191</u>	
CREDITORS					
Amounts falling due within one year	10	1,063,697		871,062	
NET CURRENT LIABILITIES					
			<u>(423,604)</u>		<u>(141,871)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
			1,111,938		840,347
CREDITORS					
Amounts falling due after more than one year	11		374,111		279,122
			<u>737,827</u>		<u>561,225</u>
CAPITAL AND RESERVES					
Called up share capital	15		1,000		1,000
Profit and loss account	16		736,827		560,225
SHAREHOLDERS' FUNDS					
	19		<u>737,827</u>		<u>561,225</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.

ON BEHALF OF THE BOARD:



G J Betts - Director

Approved by the Board on 10 March 2005

The notes form part of these abbreviated accounts

ENVIRO-WASTE LIMITED

Cash Flow Statement for the Year Ended 31 August 2004

	Notes	31.8.04 £	£	31.8.03 £	£
Net cash inflow from operating activities	1		573,365		440,102
Returns on investments and servicing of finance	2		(75,919)		(73,142)
Taxation			(1)		(52,177)
Capital expenditure	2		(853,990)		(247,850)
			(356,545)		66,933
Financing	2		416,982		(31,064)
Increase in cash in the period			<u>60,437</u>		<u>35,869</u>
Reconciliation of net cash flow to movement in net debt	3				
Increase in cash in the period		60,437		35,869	
Cash (inflow)/outflow from (increase)/decrease in debt and lease financing		(416,982)		31,064	
Change in net debt resulting from cash flows			(356,545)		66,933
Movement in net debt in the period			(356,545)		66,933
Net debt at 1 September			(508,131)		(575,064)
Net debt at 31 August			<u>(864,676)</u>		<u>(508,131)</u>

The notes form part of these abbreviated accounts

ENVIRO-WASTE LIMITED

Notes to the Cash Flow Statement for the Year Ended 31 August 2004

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	31.8.04	31.8.03
	£	£
Operating profit	270,371	113,549
Depreciation charges	291,085	258,826
Loss/(Profit) on disposal of fixed assets	9,583	(9,000)
(Increase)/Decrease in stocks	(12,601)	7,415
Decrease/(Increase) in debtors	150,200	(194,475)
(Decrease)/Increase in creditors	(135,273)	263,787
Net cash inflow from operating activities	<u>573,365</u>	<u>440,102</u>

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	31.8.04	31.8.03
	£	£
Returns on investments and servicing of finance		
Interest paid	(3,832)	(723)
Interest element of hire purchase and finance lease rental payments	(72,087)	(72,419)
Net cash outflow for returns on investments and servicing of finance	<u>(75,919)</u>	<u>(73,142)</u>
Capital expenditure		
Purchase of tangible fixed assets	(908,540)	(256,850)
Sale of tangible fixed assets	54,550	9,000
Net cash outflow for capital expenditure	<u>(853,990)</u>	<u>(247,850)</u>
Financing		
New loans in year	337,121	-
Capital repayments in year	79,861	(31,064)
Net cash inflow/(outflow) from financing	<u>416,982</u>	<u>(31,064)</u>

ENVIRO-WASTE LIMITED

Notes to the Cash Flow Statement for the Year Ended 31 August 2004

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.9.03 £	Cash flow £	At 31.8.04 £
Net cash:			
Cash at bank and in hand	412	48,503	48,915
Bank overdraft	(11,934)	11,934	-
	<u>(11,522)</u>	<u>60,437</u>	<u>48,915</u>
Debt:			
Hire purchase and finance leases	(496,609)	(79,861)	(576,470)
Debts falling due within one year	-	(337,121)	(337,121)
	<u>(496,609)</u>	<u>(416,982)</u>	<u>(913,591)</u>
Total	<u>(508,131)</u>	<u>(356,545)</u>	<u>(864,676)</u>

The notes form part of these abbreviated accounts

ENVIRO-WASTE LIMITED

Notes to the Abbreviated Accounts for the Year Ended 31 August 2004

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Goodwill

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill - 15 years straight line

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the director, there is reasonable probability that the liability will not arise in the foreseeable future.

2. STAFF COSTS

	31.8.04	31.8.03
	£	£
Wages and salaries	687,144	618,994
Other pension costs	4,836	4,836
	691,980	623,830

ENVIRO-WASTE LIMITED

Notes to the Abbreviated Accounts - continued for the Year Ended 31 August 2004

2. STAFF COSTS - continued

The average monthly number of employees during the year was as follows:

	31.8.04	31.8.03
Administration and clerical	3	3
Management	4	2
Operatives	23	20
	<u>30</u>	<u>25</u>

3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	31.8.04	31.8.03
	£	£
Hire of plant and machinery	107,122	84,563
Other operating leases	13,300	14,900
Depreciation - owned assets	56,148	66,584
Depreciation - assets on hire purchase contracts and finance leases	226,477	183,782
Loss/(Profit) on disposal of fixed assets	9,583	(9,000)
Goodwill amortisation	8,460	8,460
Auditors remuneration	3,000	3,010
	<u>-</u>	<u>-</u>
Directors' emoluments	<u>-</u>	<u>-</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	31.8.04	31.8.03
	£	£
Bank interest	21	723
Bank loan interest	3,811	-
Hire purchase	23,440	19,474
Leasing charges	48,647	52,945
	<u>75,919</u>	<u>73,142</u>

5. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	31.8.04	31.8.03
	£	£
Current tax:		
UK corporation tax	17,850	-
Underprovision in prior years	-	2,413
	<u>17,850</u>	<u>2,413</u>

ENVIRO-WASTE LIMITED

Notes to the Abbreviated Accounts - continued for the Year Ended 31 August 2004

6. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 September 2003	
and 31 August 2004	126,755
AMORTISATION	
At 1 September 2003	91,699
Amortisation for year	8,460
At 31 August 2004	100,159
NET BOOK VALUE	
At 31 August 2004	26,596
At 31 August 2003	35,056

7. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 September 2003	-	1,664,547	51,363	133,372	1,849,282
Additions	412,444	422,161	46,917	27,018	908,540
Disposals	-	(128,250)	-	(20,637)	(148,887)
At 31 August 2004	412,444	1,958,458	98,280	139,753	2,608,935
DEPRECIATION					
At 1 September 2003	-	823,045	34,048	45,025	902,118
Charge for year	4,087	241,201	6,634	30,703	282,625
Eliminated on disposal	-	(73,843)	-	(10,911)	(84,754)
At 31 August 2004	4,087	990,403	40,682	64,817	1,099,989
NET BOOK VALUE					
At 31 August 2004	408,357	968,055	57,598	74,936	1,508,946
At 31 August 2003	-	841,502	17,315	88,347	947,164

ENVIRO-WASTE LIMITED

Notes to the Abbreviated Accounts - continued **for the Year Ended 31 August 2004**

7. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts and finance leases are as follows:

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 September 2003	1,256,542	115,058	1,371,600
Additions	356,435	23,018	379,453
Disposals	(115,250)	(19,785)	(135,035)
At 31 August 2004	1,497,727	118,291	1,616,018
DEPRECIATION			
At 1 September 2003	549,322	32,562	581,884
Charge for year	198,128	28,349	226,477
Eliminated on disposal	(70,591)	(198)	(70,789)
At 31 August 2004	676,859	60,713	737,572
NET BOOK VALUE			
At 31 August 2004	820,868	57,578	878,446
At 31 August 2003	707,220	82,496	789,716

8. STOCKS

	31.8.04	31.8.03
	£	£
Stock of fuels	15,788	3,187

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.04	31.8.03
	£	£
Trade debtors	551,261	601,642
Prepayments and accrued income	24,129	123,950
	575,390	725,592

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.04	31.8.03
	£	£
Bank loans and overdrafts (see note 12)	337,121	11,934
Hire purchase contracts and finance leases (see note 13)	202,359	217,487
Trade creditors	273,958	389,715
Amounts owed to group undertakings	122,634	122,634
Tax	17,849	-
Social security and other taxes	18,219	28,296
VAT	49,887	52,023
Other creditors	9,568	24,143
Accrued expenses	32,102	24,830
	1,063,697	871,062

ENVIRO-WASTE LIMITED

Notes to the Abbreviated Accounts - continued for the Year Ended 31 August 2004

11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.8.04 £	31.8.03 £
Hire purchase contracts and finance leases (see note 13)	<u>374,111</u>	<u>279,122</u>

12. LOANS

An analysis of the maturity of loans is given below:

	31.8.04 £	31.8.03 £
Amounts falling due within one year or on demand:		
Bank overdrafts	-	11,934
Bank loans	<u>337,121</u>	<u>-</u>
	<u>337,121</u>	<u>11,934</u>

The bank overdraft is secured on a unschedule debenture dated 2 August 2002 incorporating a fixed and floating charge over all the current and future assets of the company.

On 7 August 2002 the company has given guarantee to National Westminster Bank Plc covering the liabilities of Carcarc Limited a group undertaking.

13. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	Hire purchase contracts		Finance leases	
	31.8.04 £	31.8.03 £	31.8.04 £	31.8.03 £
Gross obligations repayable:				
Within one year	186,924	139,392	45,052	126,316
Between one and five years	<u>339,205</u>	<u>275,621</u>	<u>95,226</u>	<u>42,483</u>
	<u>526,129</u>	<u>415,013</u>	<u>140,278</u>	<u>168,799</u>
Finance charges repayable:				
Within one year	20,064	14,705	9,553	33,516
Between one and five years	<u>40,825</u>	<u>29,396</u>	<u>19,495</u>	<u>9,586</u>
	<u>60,889</u>	<u>44,101</u>	<u>29,048</u>	<u>43,102</u>
Net obligations repayable:				
Within one year	166,860	124,687	35,499	92,800
Between one and five years	<u>298,380</u>	<u>246,225</u>	<u>75,731</u>	<u>32,897</u>
	<u>465,240</u>	<u>370,912</u>	<u>111,230</u>	<u>125,697</u>

ENVIRO-WASTE LIMITED

Notes to the Abbreviated Accounts - continued for the Year Ended 31 August 2004

14. SECURED DEBTS

The following secured debts are included within creditors:

	31.8.04	31.8.03
	£	£
Bank overdraft	-	11,934
Hire purchase contracts and finance leases	576,470	496,609
	<u>576,470</u>	<u>508,543</u>

15. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal	31.8.04	31.8.03
		value:	£	£
100,000	Ordinary	£1	100,000	100,000

Allotted, issued and fully paid:				
Number:	Class:	Nominal	31.8.04	31.8.03
		value:	£	£
1,000	Ordinary	£1	1,000	1,000

16. RESERVES

	Profit and loss account £
At 1 September 2003	560,225
Retained profit for the year	176,602
	<u>736,827</u>
At 31 August 2004	

17. ULTIMATE PARENT COMPANY

At the balance sheet date, the director regarded Carcarc Holdings Limited a company incorporated in England and Wales as the ultimate parent company and the ultimate controlling party.

18. RELATED PARTY DISCLOSURES

The company has taken advantage of exemptions under FRS 8 not to disclose transactions with other group companies as it is a wholly owned subsidiary.

ENVIRO-WASTE LIMITED

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 August 2004**

19. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31.8.04	31.8.03
	£	£
Profit for the financial year	176,602	37,994
Net addition to shareholders' funds	176,602	37,994
Opening shareholders' funds	561,225	523,231
Closing shareholders' funds	737,827	561,225
Equity interests	737,827	561,225