FIREMAIN UK LIMITED

DIRECTORS' REPORT

- and -

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31st OCTOBER 2000



Company Number 3106937 (England and Wales)

FIREMAIN UK LIMITED

COMPANY INFORMATION

Directors	:	C.F. Wilson C.H. Lancaster
Secretary	:	Mrs. M. Wilson
Company Number	:	3106937 (England and Wales)
Registered Office	:	109a High Street Brentwood Essex CM14 4RX

FIREMAIN UK LIMITED

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FIREMAIN UK LIMITED
DIRECTORS' REPORT

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

Statement of 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, and
* 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.

Principal Activities

The company's principal activity is that of installation of fire and security systems.

Directors

The directors who served throughout the year and their beneficial interest in the company's issued ordinary share capital was:-

Ordinary Shares of £1 each	31.10.00	31.10.99
C.F. Wilson	50	50
C. Lancaster	50	50

This report, which has been prepared taking advantage of special exemptions applicable to small companies, was approved by the board on 15th February 2001, and signed on its behalf.

C.F. Wilson
Director



15th February 2001

FIREMAIN UK LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED
31st OCTOBER 2000

	Notes	2000 £	1999 £
Turnover	1(b)	265085	296761
Gross Profit		165923	123106
Administration Expenses		(121633)	(65456)
Operating Profit	2	44290	57650
Interest	3	(4118)	(4361)
Profit before Taxation		40172	53289
Taxation	4	(7933)	(11795)
Profit on Ordinary Activities after Taxation		32239	41494
Dividends		(30000)	(64700)
Profit/(Loss) for the Year		2239	(23206)
Balance brought forward		(17632)	5574
Balance carried forward		£(15393)	£(17632)

There were no recognised gains and losses for 2000 or 1999 other than those included in the profit and loss account.

The notes on pages 4 to 7 form part of these financial statements.

FIREMAIN UK LIMITED
BALANCE SHEET – 31st OCTOBER 2000

	Notes	2000 £	2000 £	1999 £	1999 £
Tangible Fixed Assets	5		958		4020
Intangible Fixed Assets	6		20935		18825
Current Assets					
Work in Progress	1(e)	19372		25397	
Debtors	7	43559		30128	
Cash at Bank & In Hand		4136		4360	
		67067		59885	
Current Liabilities: Amounts falling due within one year	8	(81968)		(78287)	
Net Current (Liabilities)			(14901)		(18402)
			6992		4443
Liabilities: Amounts falling due in more than one year					
Bank & Other Loans			(1350)		(3150)
Net Assets			£ 5642		£ 1293
Capital & Reserves					
Share Capital	9		100		100
Capital Reserve			20935		18825
Profit and Loss Account			(15393)		(17632)
Shareholders' Funds	10		£ 5642		£ 1293

For the year ended 31st October 2000, the company was entitled, in the directors' opinion, to exemption under subsection (1) of Section 249A of the Companies Act 1985, as amended, and no notice has been deposited under subsection (2) of Section 249B of that Act in relation to the financial year then ended. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, as amended, as well as for preparing accounts which give a true and fair view of the state of affairs of the company as at 31st October 2000 and of its profit for the financial period then ended in accordance with the requirements of that Act relating to accounts, so far as applicable to the company.

Advantage has been taken, in the preparation of the accounts, of the special exemptions applicable to small companies, conferred by Part 1, schedule 8 of the Companies Act 1985, as amended, on the grounds that in the directors' opinion, the company is a small company as defined by the Act.

The financial statements on pages 2 to 7 were approved by the Board of Directors on 15th February 2001 and signed on its behalf.

C.F. Wilson ..... *Director*

C.H. Lancaster ..... *Director*

The notes on pages 4 to 7 form part of these financial statements.

FIREMAIN UK LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st OCTOBER 2000

1. Accounting Policies

a) Basis of preparation of Financial Statements

The financial statements are prepared under the historical cost convention and include the results of the company's operations which are described in the Directors' Report and all of which are continuing.

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.

b) Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax.

c) Tangible Fixed Assets and Depreciation

Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:-

Office Equipment	25% reducing balance basis
Motor Vans	25% reducing balance basis

d) Deferred Taxation

No provision is made for taxation deferred by reliefs where there is reasonable evidence that no liability will arise in the foreseeable future.

e) Work in Progress

Work in Progress is valued at the lower of cost and net realisable value and includes the appropriate amount of overheads.

2. Operating Profit

Operating profit is stated after charging:-

	2000	1999
	£	£
Depreciation of tangible fixed assets - owned by the company	319	1340
Loss on Disposal of Assets	942	2496
Directors' Remuneration	35065	10392
Directors' Pension Costs	3265	3255
Vehicle Leasing	3568	1189

FIREMAIN UK LIMITED
NOTES TO THE FINANCIAL STATEMENTS
(continued)
FOR THE YEAR ENDED 31st OCTOBER 2000

3. Interest

	2000 £	1999 £
Interest Payable on bank loans and overdrafts repayable within five years	4189	4204
Interest on Overdue Tax	-	163
	4189	4367
Interest Receivable	(71)	(6)
	£ 4118	£ 4361

4. Taxation

	2000 £	1999 £
U.K. corporation tax at 20% (1999-21% and 21%) based on the profit for the year	£ 7933	£ 11795

5. Tangible Fixed Assets

	Office Equipment £	Motor Vans £	Total £
Cost			
At 1st November 1999	2983	6500	9483
Additions	-	-	-
Disposals	-	(6500)	(6500)
At 31st October 2000	£2983	£ -	£ 2983
Depreciation			
At 1st November 1999	1706	3757	5463
Charge	319	-	319
Disposals	-	(3757)	(3757)
At 31st October 2000	£2025	£ -	£ 2025
Net Book Value			
At 31st October 2000	£ 958	£ -	£ 958
At 31st October 1999	£1277	£2743	£ 4020

6. Intangible Fixed Assets

This represents maintenance contracts awarded to the company for fire and security systems. The maintenance periods run for twelve months and the contracts have been valued by the directors by reference to their saleable worth.
The surplus for the year of £2110 (1999 - deficit £4055) has been transferred to Capital Reserve.

FIREMAIN UK LIMITED
NOTES TO THE FINANCIAL STATEMENTS
(continued)
FOR THE YEAR ENDED 31st OCTOBER 2000

7. Debtors

	2000 £	1999 £
Due within one year:-		
Trade Debtors	40034	25713
Sundry Debtors & Prepayments	1800	-
Advance Corporation Tax Recoverable	1725	4415
	£ 43559	£ 30128

8. Creditors: Amounts falling due within one year

	2000 £	1999 £
Bank Overdraft	37537	39366
Trade Creditors	7959	6657
Corporation Tax	19728	11795
Bank & Other Loans	1800	2655
Social Security & Other Taxation	10894	8484
Other Creditors & Accruals	3695	6604
Advance Corporation Tax Payable	-	2690
Directors' Loan Accounts	355	36
	£ 81968	£ 78287

9. Called up Share Capital

	2000 £	1999 £
Ordinary Shares of £1 each:-		
Authorised	£ 1000	£ 1000
Issued and Fully Paid	£ 100	£ 100

10. Movement on Shareholders' Funds

	2000 £	1999 £
Profit for the year	32239	41494
Surplus/(Deficit) on Revaluation of Intangible Fixed Assets	2110	(4055)
	34349	37439
Less: dividends	(30000)	(64700)
	4349	(27261)
Opening Shareholders' Funds	1293	28554
Closing Shareholders' Funds	£ 5642	£ 1293

FIREMAIN UK LIMITED
NOTES TO THE FINANCIAL STATEMENTS
(continued)
FOR THE YEAR ENDED 31st OCTOBER 2000

11. Capital Commitments

At 31st October 2000 no commitment existed for any capital expenditure and no such expenditure had been authorised by the directors for which provision has not been made in these accounts.