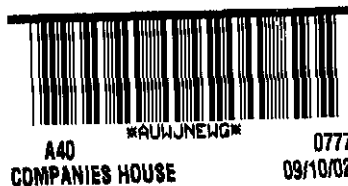


ROSE BUILDERS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR
31 MARCH 2002



ENSORS
Chartered Accountants & Registered Auditors
46 St Nicholas Street
IPSWICH

ROSE BUILDERS LIMITED

ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

CONTENTS

PAGE

The directors' report	1
Independent auditors' report to the company	3
Abbreviated profit and loss account	4
Abbreviated balance sheet	5
Cash flow statement	6
Notes to the abbreviated financial statements	7

ROSE BUILDERS LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 MARCH 2002

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 March 2002.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company is the provision of general building services.

During the year the company has continued the trend of recent years by a significant increase in both turnover and profitability. The company has increased the numbers of employees in both the building and administration areas of the business.

The directors are expecting to maintain the current level of activity in the current year.

Relocation to more appropriate premises is still an option being considered by the directors.

RESULTS AND DIVIDENDS

The trading results for the year, and the company's financial position at the end of the year are shown in the attached financial statements.

The directors have recommended the following dividends:

	Year to 31 March 2002	Period from 1 January 2000 to 31 March 2001
	£	£
Dividends paid on ordinary shares	<u>100,000</u>	<u>50,000</u>

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each At 31 March 2002	At 1 April 2001
S W J Rose	30,000	30,000
W C Rose (Non-beneficial)	20,000	20,000
A L Auger	<u>-</u>	<u>-</u>

DONATIONS

During the period charitable donations totalling £2,578 (2001: £1,276) were made.

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 at the end of the year and of the profit or loss for the year then ended.

ROSE BUILDERS LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2002

DIRECTORS' RESPONSIBILITIES *(continued)*

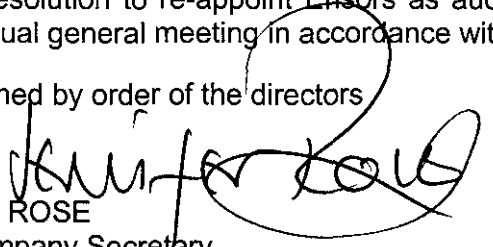
In preparing those financial statements, the directors are required to select suitable accounting policies, as described on pages 7 to 8, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also prepare the financial statements 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. The directors 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 re-appoint Ensores as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Signed by order of the directors


J M ROSE
Company Secretary

Approved by the directors on 23rd October 2002

ROSE BUILDERS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 4 to 16, together with the financial statements of the company for the year ended 31 March 2002 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE 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 those provisions and 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 financial statements.

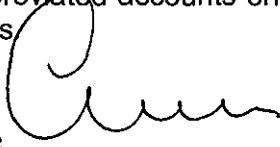
OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act, and the abbreviated accounts on pages 4 to 16 are properly prepared in accordance with those provisions.

46 St Nicholas Street
IPSWICH

IP1 1TT

2 October 2002
.....


ENSORS
Chartered Accountants
& Registered Auditors

ROSE BUILDERS LIMITED**ABBREVIATED PROFIT AND LOSS ACCOUNT****YEAR ENDED 31 MARCH 2002**

	Note	Year to 31 Mar 02 £	Period from 1 Jan 00 to 31 Mar 01 £
GROSS PROFIT		1,657,262	1,514,412
Administrative expenses		1,225,583	1,179,560
OPERATING PROFIT	2	431,679	334,852
Interest receivable		19,660	13,494
Interest payable	5	(7,060)	(7,203)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		444,279	341,143
Tax on profit on ordinary activities	6	(113,986)	(71,406)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		330,293	269,737
Dividends	7	100,000	50,000
RETAINED PROFIT FOR THE FINANCIAL YEAR		230,293	219,737
Balance brought forward		597,618	377,881
Balance carried forward		827,911	597,618

The company has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the company are classed as continuing.

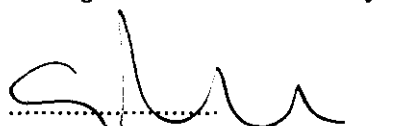
The notes on pages 7 to 16 form part of these financial statements.

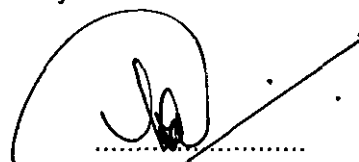
ROSE BUILDERS LIMITED**ABBREVIATED BALANCE SHEET****31 MARCH 2002**

	Note	2002 £	2001 £
FIXED ASSETS			
Tangible assets	8	<u>289,273</u>	<u>171,325</u>
CURRENT ASSETS			
Stocks	9	575,589	395,445
Debtors	10	1,881,079	1,228,940
Cash at bank and in hand		<u>781,688</u>	<u>188,875</u>
		3,238,356	1,813,260
CREDITORS: Amounts falling due within one year	11	<u>(2,569,824)</u>	<u>(1,311,306)</u>
NET CURRENT ASSETS		<u>668,532</u>	<u>501,954</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>957,805</u>	<u>673,279</u>
CREDITORS: Amounts falling due after more than one year	12	<u>(62,348)</u>	<u>(20,171)</u>
		<u>895,457</u>	<u>653,108</u>
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred taxation	13	<u>(17,546)</u>	<u>(5,490)</u>
		<u>877,911</u>	<u>647,618</u>
CAPITAL AND RESERVES			
Called-up equity share capital	18	50,000	50,000
Profit and Loss Account		<u>827,911</u>	<u>597,618</u>
SHAREHOLDERS' FUNDS	19	<u>877,911</u>	<u>647,618</u>

These financial statements have been prepared in accordance with the special provisions for medium-sized companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on the 20th March 2002, and are signed on their behalf by:


S W J ROSE


W C ROSE

The notes on pages 7 to 16 form part of these financial statements.

ROSE BUILDERS LIMITED

CASH FLOW STATEMENT

YEAR ENDED 31 MARCH 2002

	Note	Year to 31 Mar 02 £	Period from 1 Jan 00 to 31 Mar 01 £
NET CASH INFLOW FROM OPERATING ACTIVITIES	20	864,018	445,416
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Interest received		19,660	13,494
Interest paid		(211)	(71)
Interest element of hire purchase		(6,849)	(7,132)
NET CASH INFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		12,600	6,291
TAXATION		(74,269)	(50,260)
CAPITAL EXPENDITURE			
Payments to acquire tangible fixed assets		(56,719)	(45,626)
Receipts from sale of fixed assets		10,000	2,201
NET CASH OUTFLOW FROM CAPITAL EXPENDITURE		(46,719)	(43,425)
EQUITY DIVIDENDS PAID		(100,000)	(50,000)
CASH INFLOW BEFORE FINANCING		655,630	308,022
FINANCING			
Net outflow from long-term trade creditors		-	(3,165)
Capital element of hire purchase		(62,817)	(47,455)
NET CASH OUTFLOW FROM FINANCING		(62,817)	(50,620)
INCREASE IN CASH	21	592,813	257,402

ROSE BUILDERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

1. ACCOUNTING POLICIES

Basis of accounting

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

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation 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:

Plant & Equipment	- 25% straight line
Fixtures & Fittings	- 25% straight line
Motor Vehicles	- 25% on written down value
Computer Equipment	- 50% on written down value

Stocks

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

Work in progress

Work in progress (except long term contract balances) are stated at the lower of cost and net realisable value. Cost is calculated using the first in first out method (or other method) and consists of material and direct labour costs, together with an appropriate proportion of production overheads.

Long term contract balances are stated at net cost less foreseeable losses less any applicable payments on account. The amount recorded as turnover in respect of long term contracts is ascertained by reference to the value of the work carried out to date. Attributable profit is recognised as the difference between recorded turnover and related costs.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the Profit and Loss Account at a constant rate of charge on the balance of capital repayments outstanding.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

ROSE BUILDERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

1. ACCOUNTING POLICIES *(continued)*

Pension costs

The company makes contributions on behalf of the company's directors which are charged to the profit and loss account in the period to which they relate.

Deferred taxation

Deferred taxation is provided in respect of the tax effect on all timing differences, to the extent that it is probable that a liability or asset will crystallise in the foreseeable future at the rates of tax expected to apply when the timing differences reverse.

2. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	Year to 31 Mar 02	Period from 1 Jan 00 to 31 Mar 01
	£	£
Depreciation	78,506	79,838
(Profit)/loss on disposal of fixed assets	(10,000)	1,043
Auditors' remuneration		
- as auditors	7,500	6,000
Operating lease costs:		
Land and buildings	11,500	11,500

3. PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to:

	Year to 31 Mar 02	Period from 1 Jan 00 to 31 Mar 01
	No.	No.
Number of weekly staff	59	50
Number of monthly staff	28	22
	87	72

The aggregate payroll costs of the above were:

	Year to 31 Mar 02	Period from 1 Jan 00 to 31 Mar 01
	£	£
Wages and salaries	1,978,852	1,828,324
Social security costs	183,125	170,419
Other pension costs	41,686	7,200
	2,203,663	2,005,943

ROSE BUILDERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

4. DIRECTORS' EMOLUMENTS

The directors' aggregate emoluments in respect of qualifying services were:

	Year to 31 Mar 02 £	Period from 1 Jan 00 to 31 Mar 01 £
Emoluments receivable	260,238	195,514
Value of company pension contributions to money purchase schemes	41,686	7,200
	<u>301,924</u>	<u>202,714</u>

Emoluments of highest paid director:

	Year to 31 Mar 02 £	Period from 1 Jan 00 to 31 Mar 01 £
Total emoluments (excluding pension contributions):	170,985	133,418
Value of company pension contributions to money purchase schemes	13,484	2,400
	<u>184,469</u>	<u>135,818</u>

The number of directors who are accruing benefits under company pension schemes were as follows:

	Year to 31 Mar 02 No.	Period from 1 Jan 00 to 31 Mar 01 No.
Money purchase schemes	<u>3</u>	<u>2</u>

5. INTEREST PAYABLE

	Year to 31 Mar 02 £	Period from 1 Jan 00 to 31 Mar 01 £
Interest payable on bank borrowing	-	71
Finance charges	6,849	7,132
Other similar charges payable	211	-
	<u>7,060</u>	<u>7,203</u>

ROSE BUILDERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

6. TAX ON PROFIT ON ORDINARY ACTIVITIES

	Year to 31 Mar 02 £	Period from 1 Jan 00 to 31 Mar 01 £
Corporation Tax based on the results for the year at 30% (2001 - 20%)	101,930	74,258
Increase/(Decrease) in deferred tax provision	12,056	(2,852)
	<u>113,986</u>	<u>71,406</u>
Factors affecting the tax charge for the year		
Profit on ordinary activities before taxation	<u>444,279</u>	<u>341,143</u>
Profit on ordinary activities at Corporation Tax rate of 23.76% (2001 – 20%)	105,561	68,229
Effects of:		
Expenses not allowable for tax purposes	4,733	3,583
Effect of changed tax rate on opening deferred tax	2,744	(398)
Other	948	(8)
Current tax charge	<u>113,986</u>	<u>71,406</u>

7. DIVIDENDS

The following dividends have been paid in respect of the year:

	Year to 31 Mar 02 £	Period from 1 Jan 00 to 31 Mar 01 £
Dividend paid on ordinary shares	<u>100,000</u>	<u>50,000</u>

ROSE BUILDERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

8. TANGIBLE FIXED ASSETS

	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Equipment £	Total £
COST					
At 1 April 2001	72,590	8,837	239,741	18,993	340,161
Additions	94,145	-	88,536	13,773	196,454
Disposals	(18,500)	-	-	-	(18,500)
At 31 March 2002	148,235	8,837	328,277	32,766	518,115
DEPRECIATION					
At 1 April 2001	50,979	5,425	100,768	11,664	168,836
Charge for the year	24,545	2,211	46,571	5,179	78,506
On disposals	(18,500)	-	-	-	(18,500)
At 31 March 2002	57,024	7,636	147,339	16,843	228,842
NET BOOK VALUE					
At 31 March 2002	91,211	1,201	180,938	15,923	289,273
At 31 March 2001	21,611	3,412	138,973	7,329	171,325

Hire purchase agreements

Included within the net book value of £289,273 is £163,434 (2001 - £78,067) relating to assets held under hire purchase agreements. The depreciation charged to the accounts in the year in respect of such assets amounted to £31,473 (2001 - £33,745).

9. STOCKS

	2002 £	2001 £
Raw Materials	12,978	8,889
Work in progress	562,611	386,556
	575,589	395,445

10. DEBTORS

	2002 £	2001 £
Trade debtors	1,823,313	1,172,679
Other debtors	7,251	23,783
Prepayments and accrued income	50,515	32,478
	1,881,079	1,228,940

ROSE BUILDERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

11. CREDITORS: Amounts falling due within one year

	2002 £	2001 £
Payments received on account	1,101,583	355,442
Trade creditors	687,895	512,683
Other creditors including taxation and social security:		
Corporation Tax	101,927	74,266
Other taxation and social security	232,826	67,544
Hire purchase agreements	60,343	25,602
Other creditors:-	81,517	36,935
Directors Loan - S W J Rose	30,273	-
Directors Loan - W C Rose	22,000	-
	<u>2,318,364</u>	<u>1,072,472</u>
Accruals and deferred income	251,460	238,834
	<u>2,569,824</u>	<u>1,311,306</u>

Banking facilities are secured by a debenture over the assets of the company.

12. CREDITORS: Amounts falling due after more than one year

	2002 £	2001 £
Other creditors including:		
Hire purchase agreements	<u>62,348</u>	<u>20,171</u>

13. DEFERRED TAXATION

	Year to 31 Mar 02 £	Period from 1 Jan 00 to 31 Mar 01 £
The movement in the deferred taxation provision during the year was:		
Provision brought forward	5,490	8,342
Increase/(decrease) in provision	12,056	(2,852)
Provision carried forward	<u>17,546</u>	<u>5,490</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	Year to 31 Mar 02 £	Period from 1 Jan 00 to 31 Mar 01 £
Excess of taxation allowances over depreciation on fixed assets	<u>17,546</u>	<u>5,490</u>

ROSE BUILDERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

14. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows:

	2002	2001
	£	£
Amounts payable within 1 year	60,343	25,602
Amounts payable between 1 and 2 years	39,555	19,428
Amounts payable between 3 and 5 years	22,793	743
	<u>122,691</u>	<u>45,773</u>

15. COMMITMENTS UNDER OPERATING LEASES

At 31 March 2002 the company had annual commitments under non-cancellable operating leases as set out below.

	Land & Buildings	
	2002	2001
	£	£
Operating leases which expire:		
After more than 5 years	<u>11,500</u>	<u>11,863</u>

16. CAPITAL COMMITMENTS

At the year end the company was committed to expenditure with an estimated cost of £34,500.

ROSE BUILDERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

17. RELATED PARTY TRANSACTIONS

	2002 £	2001 £
Rose Bros		
An unincorporated business in which the directors are partners		
Creditor at 31 March	52,487	21,509
Transactions in the year		
- Sales	117,028	251,138
- Management and other services	(30,000)	(25,000)
- Purchases	(94,717)	(53,550)
W C Rose		
Director		
Transactions in the year		
- Sales	1,122	8,270
S Rose		
Director		
Transactions in the year		
- Sales	14,848	43,054
Rosper Estates Limited		
A company in which Mr S Rose is a director		
Debtor at 31 March	9,463	8,705
Transactions in the year		
- Sales	20,793	832,418
The Elite Retirement Pension Scheme		
A pension scheme in which Mr S Rose is a trustee		
Transactions in the year		
- Rent of land	(11,500)	(11,500)

ROSE BUILDERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

18. SHARE CAPITAL

Authorised share capital:

	2002	2001
	£	£
100,000 Ordinary shares of £1.00 each	<u>100,000</u>	<u>100,000</u>

Allotted, called up and fully paid:

	2002	2001
	£	£
Ordinary share capital	<u>50,000</u>	<u>50,000</u>

19. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2002	2001
	£	£
Profit for the financial year	330,293	269,737
Dividends	<u>(100,000)</u>	<u>(50,000)</u>
	230,293	219,737
Opening shareholders' equity funds	<u>647,618</u>	<u>427,881</u>
Closing shareholders' equity funds	<u>877,911</u>	<u>647,618</u>

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

	Year to 31 Mar 02	Period from 1 Jan 00 to 31 Mar 01
	£	£
Operating profit	431,679	334,852
Depreciation	78,506	79,838
(Profit)/Loss on disposal of fixed assets	<u>(10,000)</u>	<u>1,043</u>
Increase in stocks	<u>(180,144)</u>	<u>(94,642)</u>
Increase in debtors	<u>(652,139)</u>	<u>(103,097)</u>
Increase in creditors	<u>1,196,116</u>	<u>227,422</u>
Net cash inflow from operating activities	<u>864,018</u>	<u>445,416</u>

ROSE BUILDERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002

21. RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS

	2002 £	2001 £
Increase in cash in the period	592,813	257,402
Net cash outflow from long-term trade creditors	-	3,165
Cash outflow in respect of hire purchase	62,817	47,455
Change in net funds resulting from cash flows	655,630	308,022
Other differences	(139,735)	(34,304)
Movement in net funds in the period	515,895	273,718
Net funds at 1 April 2001	143,102	(130,617)
Net funds at 31 March 2002	658,997	143,102

22. ANALYSIS OF CHANGES IN NET FUNDS

	At 1 Apr 2001 £	Cash flows £	Other changes £	At 31 Mar 2002 £
Net cash:				
Cash in hand and at bank	188,875	592,813	-	781,688
Debt:				
Hire purchase agreements	(45,773)	(76,918)	-	(122,691)
Net funds	143,102	515,895	-	658,997