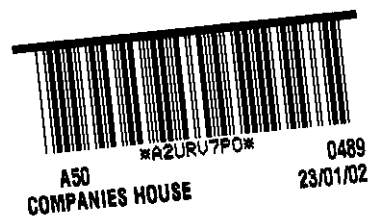


TECHNICOOL AIR CONDITIONING LIMITED

(COMPANY NO. 3664607)

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2001



TECHNICOOL AIR CONDITIONING LIMITED

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TECHNICOOL AIR CONDITIONING LIMITED

OFFICERS & PROFESSIONAL ADVISERS

DIRECTOR

MR. C. P. CONSTABLE

SECRETARY

MRS. K. CONSTABLE

ACCOUNTANTS

WINCHESTER ASSOCIATES LTD
338 COULSDON ROAD
OLD COULSDON
SURREY
CR5 1EB

BANKERS

NATIONAL WESTMINSTER PLC
96 BRIGHTON ROAD
COULSDON
SURREY
CR5 2YU

REGISTERED OFFICE

330 CHIPSTEAD VALLEY ROAD
COULSDON
SURREY
CR5 3BE

TECHNICOOL AIR CONDITIONING LIMITED

ACCOUNTING POLICIES

a) Basis of Accounting

The Accounts of Technicool Air Conditioning Limited have been prepared under the historic-cost convention.

b) Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost or valuation, less estimated residual value, of each asset over its expected useful life, as follows:-

Motor Vehicles	-	25% p.a. on a reducing balance basis
Office Equipment, Fixtures & Fittings	-	20% p.a. on a reducing balance basis.
Plant & Equipment	-	20% p. a. on a reducing balance basis.

TECHNICOOL AIR CONDITIONING LIMITED

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2001

		(2001)	(2000)
	<u>NOTE</u>	£	£
<u>TURNOVER</u>	1	256,504	152,574
<u>COST OF SALES</u>		<u>(170,091)</u>	<u>(94,069)</u>
<u>GROSS PROFIT</u>		86,413	58,505
<u>DISTRIBUTION COSTS & ADMINISTRATION EXPENSES</u>	2	<u>(51,560)</u>	<u>(35,916)</u>
<u>OPERATING PROFIT/LOSS</u>		34,853	22,589
<u>INTEREST PAYABLE</u>	3a	(3,528)	(3,738)
<u>INTEREST RECEIVABLE</u>	3b	-	-
<u>PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION</u>		<u>31,325</u>	<u>18,851</u>
<u>TAXATION ON ORDINARY ACTIVITIES</u>	6	<u>(5,857)</u>	<u>(2,763)</u>
<u>PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION</u>		25,468	16,088
<u>DIVIDENDS PROPOSED</u>	7	<u>-</u>	<u>-</u>
<u>RETAINED PROFIT/(LOSS) FOR THE YEAR</u>		<u>25,468</u>	<u>16,088</u>

THE NOTES ON PAGES 6-9 FORM PART OF THESE ACCOUNTS

TECHNICOOL AIR CONDITIONING LIMITED

BALANCE SHEET AS AT 31ST MARCH 2001

		(2001)	(2000)
	<u>NOTE</u>	£	£
<u>FIXED ASSETS</u>			
Tangible Assets	8a	21,240	26,566
	8b	<u>7,000</u>	<u>7,000</u>
		<u>28,240</u>	<u>33,566</u>
<u>CURRENT ASSETS</u>			
Stock & Work-in-Progress	9	22,500	18,650
Debtors	10	10,204	19,952
Cash at Bank & in Hand	15	-	-
		<u>32,704</u>	<u>38,602</u>
<u>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>	11	<u>(21,015)</u>	<u>(39,794)</u>
<u>NET CURRENT ASSETS/ (LIABILITIES)</u>		11,689	(1,192)
<u>CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR</u>	12	<u>(14,514)</u>	<u>(20,521)</u>
<u>TOTAL ASSETS ADD / (LESS) CURRENT ASSETS LIABILITIES</u>		25,415	11,853
<u>PROVISION FOR LIABILITIES AND CHARGES</u>			
Taxation	6	(5,857)	(2,763)
Dividends	7	-	-
		<u>19,558</u>	<u>9,090</u>
<u>CAPITAL & RESERVES</u>			
Called-up Share Capital	13	2	2
Profit & Loss Account	14	<u>19,556</u>	<u>9,088</u>
		<u>19,558</u>	<u>9,090</u>

THE NOTES ON PAGES 6-8 FORM PART OF THESE ACCOUNTS

SIGNED

DIRECTOR

DATE

18/01/02

TECHNICOOL AIR CONDITIONING LIMITED

FINANCIAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2001

BALANCE SHEET CONTINUED

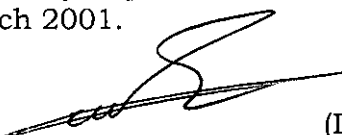
For the year ended 31st March 2001, the above-named company, was entitled to exemption from audit as conferred by subsection 1 of Section 249A of the Companies Act 1985.

No notice from members requiring an audit, has been deposited under subsection 2 of Section 249B of the Companies Act 1985, in relation to accounts for the financial year ended 31st March 2001

The directors acknowledge their responsibilities for the following:-

- a) Ensuring that the company keeps proper accounting records that comply with the requirements of Section 221 of the Companies Act 1985; and
- b) Preparing financial accounts that give a true and fair view of the state of the financial affairs of the Company, as at the balance sheet year ended 31st March 2001, and of its profit and loss account for the financial period, in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Companies Act 1985, relating to the accounts, so far as applicable to the Company.

The directors consider that, despite the exemptions allowed to them, as a small company, they require full accounts to be prepared for the year ended year ended 31st March 2001.

Signed  (DIRECTOR) DATE 18/01/02

DIRECTORS REPORT

Review of the business, directors and their interests:

- a) The Company's principal activities, during the trading period, were those of Air Conditioning Sales, Services and Supplies and, in the opinion of the directors, the trading situation for the year was satisfactory.
- b) The directors as at the balance sheet date and their beneficial holding in the share capital of the Company were as follows:

MR. C. P. CONSTABLE - 1 Ordinary Share of £1 each

Signed  (DIRECTOR) DATE 18/01/02

TECHNICOOL AIR CONDITIONING LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2001

1. TURNOVER

Turnover represents the invoiced amount of services provided, stated net of Credits Allowances and Value Added Tax.

2. OPERATING PROFIT

This is stated after charging or crediting:

Distribution Costs and Administration Expenses

	(2001) £	(2000) £
Directors Remuneration	-	-
Depreciation	6,859	6,034
Other Expenses	44,701	29,882
	51,560	35,916

3a INTEREST PAYABLE

	£	£
Hire Purchase and Bank Overdraft Interest		
	3,528	3,738

3b. INTEREST RECEIVABLE

	£	£
Bank Account Interest		
	-	-

4. EMPLOYEE INFORMATION

a) Number Employed

The average number of employees during the last year was:

Office & Management	5	5
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b) Payroll Costs

The aggregate payrolls costs were:

	£	£
Wages & Salaries	45,571	40,805
Social Security Costs		
	3,321	3,152
	48,892	43,957

TECHNICOOL AIR CONDITIONING LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2001

	(2001) £	(2000) £
5. <u>DIRECTORS REMUNERATION</u>		
Fees	-	-
Other emoluments	-	-
The emoluments of the Directors were within ranges: £0 - £5,000	1	1
6. <u>TAXATION</u>	£	£
Mainstream Corporation Tax @ 21%	-	805
@ 20%	5,857	1,958
	5,857	2,763
7. <u>DIVIDENDS</u>	£	£
Dividends Proposed	-	-

8a. TANGIBLE FIXED ASSETS

a) <u>Cost or Valuation</u>	Office Equipment Fixtures & Fittings	Plant & Equipment	Motor Vehicles	(2001) Total	(2000) Total
	£	£	£	£	£
Brought Forward	1,700	400	30,500	32,600	-
Additions	1,533	-	-	1,533	32,600
Disposals	-	-	-	-	-
At 31 st March 2001	3,233	400	30,500	34,133	32,600

a) <u>Depreciation</u>	Office Equipment Fixtures & Fittings	Plant & Equipment	Motor Vehicles	Total	Total
	£	£	£	£	£
Brought Forward	255	60	5,719	6,034	-
Provision for Period	596	68	6,195	6,859	6,034
Disposals	-	-	-	-	-
At 31 st March 2001	851	128	11,914	12,893	6,034

c) <u>Net Book Values</u>	Office Equipment Fixtures & Fittings	Plant & Equipment	Motor Vehicles	Total	Total
	£	£	£	£	£
Brought Forward	2,382	272	18,586	21,240	26,566

8b <u>INTANGIBLE FIXED ASSETS</u>	£	£
Business Premium at Cost	7,000	7,000

TECHNICOOL AIR CONDITIONING LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2001

	(2001) £	(2000) £
9. <u>STOCKS</u>		
Stock valued at lesser of cost or net realisable value	<u>22,500</u>	<u>18,650</u>
10. <u>DEBTORS</u>	£	£
Trade Debtors	9,529	18,979
Prepayments	410	380
Taxation (VAT)	265	593
Other Debtors	-	-
	<u>10,204</u>	<u>19,952</u>
11. <u>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>	£	£
Bank Overdraft	4,282	21,762
Trade Creditors	10,825	13,325
Directors Current Account	1,375	73
Taxation (PAYE)	2,613	2,834
Accruals	1,920	1,800
Other Creditors	-	-
	<u>21,015</u>	<u>39,794</u>
12. <u>CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR</u>	£	£
Hire Purchase Agreements repayable over 36 months	<u>14,514</u>	<u>20,521</u>
	£	£
13. <u>CALLED-UP SHARE CAPITAL</u>		
a) Authorised: 1,000 Ordinary Shares of £1 each	<u>1,000</u>	<u>1,000</u>
	£	£
b) Allotted, issued and fully paid: 1,000 Ordinary Shares at £1 each	<u>2</u>	<u>2</u>
14. <u>PROFIT & LOSS ACCOUNT</u>	£	£
Brought Forward	9,088	-
Profit/(loss) for the year	31,325	18,851
Dividends	(15,000)	(7,000)
Mainstream Corporation Tax	(15,857)	(2,763)
Retained profit carried forward	<u>19,556</u>	<u>9,088</u>
15. <u>BANK BALANCES & CASH</u>	£	£
Bank Account	-	-
Deposit/Reserve Account	-	-
Cash	-	-
	<u>-</u>	<u>-</u>

TECHNICOOL AIR CONDITIONING LIMITED

TRADING & PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2001

	£	(2001) £	(2000) £
<u>TURNOVER</u>			
SALES & SERVICES RENDERED		256,504	152,574
<u>LESS COST OF SALES</u>			
OPENING STOCK & WORK IN PROGRESS	18,650		
MATERIALS & EXPENDABLE	112,803		68,596
EXPENDABLE EQUIPMENT AND TOOLS	2,660		883
LABOUR & SOCIAL SECURITY	40,972		41,370
SUB-CONTRACT SERVICES	17,506		1,870
	<u>192,591</u>		<u>112,719</u>
LESS CLOSING STOCK & WORK IN PROGRESS	<u>(22,500)</u>		<u>(18,650)</u>
		<u>(170,091)</u>	<u>(94,069)</u>
<u>GROSS PROFIT</u>		86,413	58,505
<u>LESS ADMINISTRATION & OVERHEAD EXPENSES</u>			
RATES & WATER	1,383		1,351
HEAT, LIGHT & POWER	673		659
SALARIES & SOCIAL SECURITY	7,920		2,587
INSURANCES	2,583		-
PARKING	125		908
FUEL & OIL	2,934		3,120
MOTOR VEHICLE COSTS	3,101		3,417
MOTOR VEHICLE LEASING	6,007		3,621
PRINTING, POSTAGE & STATIONERY	2,340		824
TELEPHONE	1,759		1,289
MOBILE TELEPHONE	1,863		894
ADVERTISING	8,607		8,288
PROFESSIONAL FEES	4,676		2,093
BANK CHARGES & INTEREST	1,233		1,455
LOAN INTEREST	2,628		2,864
COMPANY FORMATION	-		80
COMPANIES HOUSE PENALTY	250		-
GENERAL EXPENSES	<u>147</u>		<u>170</u>
		(48,229)	(33,620)
<u>LESS DEPRECIATION</u>			
MOTOR VEHICLES	6,195		5,719
PLANT & EQUIPMENT	68		60
OFFICE EQUIPMENT FIXTURES & FITTINGS	<u>596</u>		<u>255</u>
		<u>(6,859)</u>	<u>(6,034)</u>
<u>NET PROFIT/(LOSS) FOR THE PERIOD</u>		<u>(55,088)</u>	<u>(39,654)</u>
		<u>31,325</u>	<u>18,851</u>

TECHNICOOL AIR CONDITIONING LIMITED

**CORPORATION TAX COMPUTATION IN RESPECT OF THE ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 2001**

	£		£			
<u>NET PROFIT PER ACCOUNTS</u>					31,325	
<u>ADD</u> DEPRECIATION	6,859					
PENALTY COMPANY-HOUSE	<u>250</u>					
<u>ADJUSTED CASE I PROFIT</u>					<u>7,109</u>	
<u>CAPITAL ALLOWANCES</u>					<u>38,434</u>	
	<u>POOL</u>		<u>MOTOR VEHICLES</u>		<u>ALLOWANCES</u>	
	£	£	£	£	£	£
W.D.V. B/FWD	1,369	2,282	3,717	7,499	6,390	
ADDITIONS AT COST	1,533	-	-	-	-	
F.Y.A. (100% x £1533 (computer)]	(1,533)	-	-	-	-	(1,533)
W.D.A. (25%)	<u>(342)</u>	<u>(571)</u>	<u>(929)</u>	<u>(1,875)</u>	<u>(1,598)</u>	(5,315)
W.D.V. C/FWD	<u>1,027</u>	<u>1,711</u>	<u>2,788</u>	<u>5,624</u>	<u>4,792</u>	
<u>TOTAL ALLOWANCES</u>					(6,848)	
<u>CASE I PROFIT</u>					<u>38,434</u>	
<u>CHARGEABLE PROFIT</u>					<u><u>31,586</u></u>	
<u>CORPORATION TAX PROVISION</u>						
	£31,586 x 20% =				£ 6,317.20	
	Less Marginal Start Relief					
	£18,414 x 1:40				<u>(460.35)</u>	
					<u>5,856.85</u>	