

Company Registration No. 4195607 (England and Wales)

GOWLAND AND DAWSON LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 JUNE 2002



GOWLAND AND DAWSON LIMITED

COMPANY INFORMATION

Directors	S Dawson	(Appointed 6 April 2001)
	M J Dawson	(Appointed 6 April 2001)

Secretary	J Dawson
------------------	----------

Company number	4195607
-----------------------	---------

Registered office	55 Kirkstone Avenue Sunderland Tyne & Wear SR5 1NH
--------------------------	---

Accountants	BKR Haines Watts Sterling House, 22 St Cuthberts Way Darlington Co Durham DL1 1GB
--------------------	---

GOWLAND AND DAWSON LIMITED

CONTENTS

	Page
Directors' report	1
Accountants' report	2
Profit and loss account	3
Balance sheet	4
Notes to the financial statements	5 - 10

GOWLAND AND DAWSON LIMITED

DIRECTORS' REPORT FOR THE PERIOD ENDED 30 JUNE 2002

The directors present their report and financial statements for the period ended 30 June 2002.

Principal activities

The company was incorporated on 4 April 2001 and commenced trading on 1 July 2001.

The principal activity of the company was that of contracting and sub-contracting within the construction industry.

Directors

The following directors have held office since 6 April 2001:

S Dawson	(Appointed 6 April 2001)
M J Dawson	(Appointed 6 April 2001)

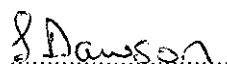
Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	30 June 2002	6 April 2001
S Dawson	1	1
M J Dawson	1	1

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board



S Dawson

Director

28/10/2002

GOWLAND AND DAWSON LIMITED

ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE UNAUDITED ACCOUNTS OF GOWLAND AND DAWSON LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the period ended 30 June 2002, set out on pages 3 to 10 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.

BKR Haines Watts

BKR Haines Watts

Chartered Accountants

5/11/02

Sterling House, 22 St Cuthberts Way
Darlington
Co Durham
DL1 1GB

GOWLAND AND DAWSON LIMITED

PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 30 JUNE 2002

	Notes	Period ended 30 June 2002 £
Turnover		479,119
Cost of sales		(258,063)
Gross profit		221,056
Administrative expenses		(52,271)
Operating profit	2	168,785
Interest payable and similar charges	3	(609)
Profit on ordinary activities before taxation		168,176
Tax on profit on ordinary activities	4	(32,466)
Profit on ordinary activities after taxation		135,710
Dividends		(20,000)
Retained profit for the period	11	115,710

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

GOWLAND AND DAWSON LIMITED

BALANCE SHEET AS AT 30 JUNE 2002

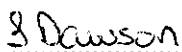
	Notes	2002 £	£
Fixed assets			
Intangible assets	5		14,250
Tangible assets	6		25,718
			39,968
Current assets			
Stocks		4,270	
Debtors	7	119,261	
Cash at bank and in hand		46,267	
		169,798	
Creditors: amounts falling due within one year	8	(85,741)	
Net current assets			84,057
Total assets less current liabilities			124,025
Creditors: amounts falling due after more than one year	9		(8,313)
			115,712
Capital and reserves			
Called up share capital	10		2
Profit and loss account	11		115,710
Shareholders' funds - equity interests	12		115,712

In preparing these financial statements:

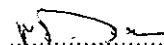
- The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- The directors acknowledge their responsibilities for:
 - ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the financial period in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 28/10/2002.



S Dawson
Director



M J Dawson
Director

GOWLAND AND DAWSON LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2002

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	15% Reducing balance
Motor vehicles	25% Reducing balance

1.5 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.6 Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

1.7 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

2 Operating profit	2002
	£
Operating profit is stated after charging:	
Amortisation of intangible assets	750
Depreciation of tangible assets	4,277
Loss on disposal of tangible assets	1,000
Operating lease rentals	
- Plant and machinery	13,468
Directors' emoluments	9,200

GOWLAND AND DAWSON LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 30 JUNE 2002

3	Interest payable	2002
		£
	Included in interest payable is the following amount:	
	Hire purchase interest	609
		<u>609</u>
4	Taxation	2002
		£
	Domestic current year tax	
	U.K. corporation tax	32,466
		<u>32,466</u>
	Current tax charge	32,466
		<u>32,466</u>
	Factors affecting the tax charge for the period	
	Profit on ordinary activities before taxation	168,176
		<u>168,176</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 19.75%	33,215
		<u>33,215</u>
	Effects of:	
	Non deductible expenses	346
	Depreciation	845
	Capital allowances	(1,940)
		<u>(749)</u>
	Current tax charge	32,466
		<u>32,466</u>

GOWLAND AND DAWSON LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 30 JUNE 2002

5 Intangible fixed assets

	Goodwill £
Cost	
At 6 April 2001	-
Additions	15,000
At 30 June 2002	15,000
Amortisation	
At 6 April 2001	-
Charge for the period	750
At 30 June 2002	750
Net book value	
At 30 June 2002	14,250
At 5 April 2001	-

GOWLAND AND DAWSON LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 30 JUNE 2002

6 Tangible fixed assets

	Plant and machinery £	Motor vehicles £	Total £
Cost			
At 6 April 2001	-	-	-
Additions	2,980	28,015	30,995
Disposals	-	(1,000)	(1,000)
At 30 June 2002	2,980	27,015	29,995
Depreciation			
At 6 April 2001	-	-	-
Charge for the period	447	3,830	4,277
At 30 June 2002	447	3,830	4,277
Net book value			
At 30 June 2002	2,533	23,185	25,718

Included above are assets held under finance leases or hire purchase contracts as follows:

	Motor vehicles £
Net book values	
At 30 June 2002	11,360
Depreciation charge for the period	
30 June 2002	1,940

7 Debtors

	2002 £
Trade debtors	118,918
Other debtors	343
	119,261

GOWLAND AND DAWSON LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 30 JUNE 2002

8	Creditors: amounts falling due within one year	2002
		£
	Net obligations under hire purchase contracts	3,325
	Trade creditors	12,220
	Taxation and social security	43,432
	Other creditors	26,764
		<u>85,741</u>
9	Creditors: amounts falling due after more than one year	2002
		£
	Net obligations under hire purchase contracts	8,313
		<u>8,313</u>
	Net obligations under hire purchase contracts	
	Repayable within one year	3,325
	Repayable between one and five years	8,313
		<u>11,638</u>
	Included in liabilities falling due within one year	(3,325)
		<u>8,313</u>
10	Share capital	2002
		£
	Authorised	
	100 Ordinary shares of £ 1 each	100
		<u>100</u>
	Allotted, called up and fully paid	
	2 Ordinary shares of £ 1 each	2
		<u>2</u>
11	Statement of movements on profit and loss account	Profit and loss account £
	Retained profit for the period	<u>115,710</u>

GOWLAND AND DAWSON LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 30 JUNE 2002

12 Reconciliation of movements in shareholders' funds	2002 £
Profit for the financial period	135,710
Dividends	(20,000)
	115,710
Proceeds from issue of shares	2
Net addition to shareholders' funds	115,712
Opening shareholders' funds	-
Closing shareholders' funds	115,712