

SC166192

AIROLOGY SYSTEMS LIMITED
ANNUAL REPORT AND ACCOUNTS

30TH JUNE 2002



AIROLOGY SYSTEMS LIMITED

1.

REPORT OF THE DIRECTORS

The Directors present their annual report with the accounts of the company for the year ended 30th June 2002.

Principal activity

The principal activity of the company in the year under review was the supply of air conditioning and ventilation solutions and project management services.

Directors

The directors in office in the year and their beneficial interests in the company's issued ordinary share capital were as follows:

	30 June 2002	30 June 2001
Andrew John Benson	4	4
Melanie Susan Benson	4	4

Director's responsibilities

Company law requires directors to prepare accounts 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 accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts 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 accounts 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.

AIROLOGY SYSTEMS LIMITED

2.

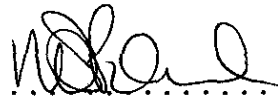
REPORT OF THE DIRECTORS
(Continued)

Auditors

The auditors, Narplan and Company, are deemed to be reappointed in accordance with Section 386 of the Companies Act 1985

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

Signed on behalf of
the board of directors



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M S Benson
Company Secretary

Approved by the board: 18 September 2002

AUDITOR'S REPORT TO THE SHAREHOLDERS OF

3.

AIROLOGY SYSTEMS LIMITED

We have audited the accounts on pages 4 to 7 which have been prepared in accordance with the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 1, the company directors are responsible for the preparation of accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 30th June 2002 and of its profit/(loss) for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

Narplan and Company

Narplan and Company
Registered Auditors

18th September 2002

AIROLOGY SYSTEMS LIMITED

4.

PROFIT AND LOSS ACCOUNT**FOR THE YEAR ENDED 30TH JUNE 2002**

	Notes	2002 £	2001 £
Turnover		1,319,496	984,722
Cost of sales		<u>957,095</u>	<u>737,596</u>
Gross profit		362,401	247,126
Administrative expenses		<u>336,833</u>	<u>236,888</u>
Operating profit		25,568	10,238
Interest receivable		<u>2,546</u>	<u>4,054</u>
Profit on ordinary activities before taxation		28,114	14,292
Taxation		<u>10,859</u>	<u>5,162</u>
Profit on ordinary activities after taxation		17,255	9,130
Retained profit for the financial year		17,255	9,130
Retained profit at 1 July 2001		<u>45,601</u>	<u>36,471</u>
Retained profit at 30 June 2002		62,856 =====	45,601 =====

AIROLOGY SYSTEMS LIMITED

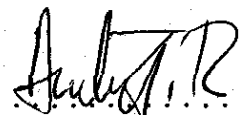
5.

BALANCE SHEET AS AT 30TH JUNE 2002

	Notes	2002 £	2001 £
Fixed assets			
Tangible Assets	2	-	<u>1,932</u>
Current assets			
Stock		-	3,859
Debtors	3	132,395	134,327
Cash at bank and in hand		<u>179,492</u>	<u>111,488</u>
		311,887	249,674
Creditors: amounts falling due within one year	4	<u>249,019</u>	<u>205,993</u>
Net current assets		<u>62,868</u>	<u>43,681</u>
Total assets less current liabilities		<u>62,868</u>	<u>45,613</u>
Net assets		62,868 =====	45,613 =====
Capital and reserves			
Called up share capital	5	12	12
Profit and loss account		<u>62,856</u>	<u>45,601</u>
Shareholders' funds		62,868 =====	45,613 =====

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

Signed on behalf of
the board of directors



A J Benson
Director



M S Benson
Director

Approved by the board: 18th September 2002

AIROLOGY SYSTEMS LIMITED

NOTES TO THE ACCOUNTS

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FOR THE YEAR TO 30TH JUNE 2002

1. Accounting policies

Basis of accounting

The accounts are prepared under the historical cost convention as modified by the revaluation of certain fixed assets.

Turnover

Turnover represents net sales of goods, excluding VAT.

Stock

Stock is valued at the lower of cost and net realisable value.

Tangible fixed assets

Depreciation is provided, after taking account of any grants receivable, at the following annual rates in order to write off each asset over its estimated useful life:

Motor Vehicles	25% on cost
Office Equipment	25% on cost

2. Tangible assets

	Motor Vehicles £	Office Equipment £	Total £
Cost or valuation			
At 1 July 2001	-	10,542	10,542
Additions	-	564	564
Disposals	-	-	-
At 30 June 2002	-	11,106	11,106
Depreciation			
At 1 July 2001	-	8,610	8,610
Disposals	-	-	-
Charge for Year	-	2,496	2,496
At 30 June 2002	-	11,106	11,106
Net book values			
At 30 June 2002	-	-	-
At 30 June 2001	-	1,932	1,932

3. Debtors

	2002 £	2001 £
Trade Debtors	132,295	134,327
Others	100	-
	132,395	134,327

AIROLOGY SYSTEMS LIMITED

NOTES TO THE ACCOUNTS

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FOR THE YEAR TO 30TH JUNE 2002

4. Creditors: amounts falling due within one year

	2002 £	2001 £
Bank overdraft	64,703	32,804
Trade creditors	127,844	148,131
Other creditors	6,642	5,013
Social security and other taxes	24,525	11,011
Corporation tax	10,859	5,162
Accrued charges	<u>14,446</u>	<u>3,872</u>
	249,019	205,993
	=====	=====

5. Called up share capital

	2002 £	2001 £
Authorised		
100,000 ordinary shares of £1 each	100,000	100,000
	=====	=====
Allotted, called up and fully paid		
12 ordinary shares of £1 each	12	12
	=====	=====