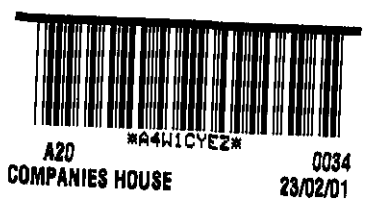


COMPANY NUMBER 1922/662

EASTSWORD LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30TH APRIL 2000



THAIN WILDBUR (FAKENHAM)
ACCOUNTANTS

EASTSWORD LIMITED

REGISTERED OFFICE

KIRKLAND HOUSE
MAIN CROSS ROAD
GREAT YARMOUTH
NORFOLK
NR30 3NZ

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH APRIL 2000

DIRECTORS

R.W.J. MYHILL
MRS. A.C. UTTING (formerly Myhill)
MRS. L.A. ELLIS (formerly Myhill)

SECRETARY

MRS. A.C. UTTING (formerly Myhill)

PRINCIPAL ACTIVITIES

The principal activity of the company is the specialist procurement of stock and equipment and the supply of management and technical services to the construction and engineering industry.

DIRECTORS

The present directors are as shown above.

The company's Articles of Association do not require directors to retire by rotation.

DIRECTORS INTEREST

The interest of the directors in the shares of the company at the beginning and end of the year were:-

Beneficial Holding

	<u>2000</u>	<u>1999</u>
R.W.J. MYHILL	2 =====	2 =====

SMALL COMPANY EXEMPTION

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


.....
SECRETARY DIRECTOR

Dated 20 02 01

ACCOUNTANTS REPORT TO THE SHAREHOLDERS ON THE UNAUDITED ACCOUNTS


OF EASTSWORD LIMITED

We have prepared on the basis of the information contained in the company's accounting records and provided by the company's directors, and without carrying out an audit or examination, the accounts for the year ended 30th April 2000 set out on pages 3 to 7.

As described on the balance sheet the company's directors are responsible for the preparation of the accounts and they believe that the company is exempt from an audit.

We have not conducted an audit on the accounts in accordance with Auditing Standards issued by the Auditing Practices Board and accordingly we express no opinion thereon.

Dated 20/02/01.



Thain Wildbur (Fakenham)
23 Market Place
FAKENHAM
Norfolk
NR21 9BS

Accountants

EASTSWORD LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH APRIL 2000

		<u>2000</u>	<u>1999</u>
	<u>Note</u>	<u>£</u>	<u>£</u>
TURNOVER	2	1,840	96,788
Cost of sales		-	94,948
		<hr/>	<hr/>
GROSS PROFIT		1,840	1,840
Administrative expenses		867	3,155
		<hr/>	<hr/>
OPERATING PROFIT/(LOSS)		973	(1,315)
Interest payable & similar charges	4	1	1
		<hr/>	<hr/>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	3	972	(1,316)
Tax on profit on ordinary activities	5	63	-
		<hr/>	<hr/>
RETAINED PROFIT/(LOSS) FOR THE FINANCIAL YEAR		909	(1,316)
RETAINED PROFIT BROUGHT FORWARD		12,620	13,936
		<hr/>	<hr/>
RETAINED PROFIT CARRIED FORWARD		13,529	12,620
		<hr/> <hr/>	<hr/> <hr/>

The company has no recognised gains or losses other than those shown above.

The annexed notes form part of these financial statements.

EASTSWORD LIMITED

BALANCE SHEET
AS AT 30TH APRIL 2000

	<u>Note</u>	<u>£</u>	<u>2000</u> <u>£</u>	<u>£</u>	<u>1999</u> <u>£</u>
FIXED ASSETS					
Tangible assets	6		1,527		1,796
CURRENT ASSETS					
Stock	7	39,304		39,304	
Debtors	8	151		8,113	
Cash at bank and in hand		215		1,562	
			<hr/>	<hr/>	
			39,670	48,979	
CREDITORS:					
Due within one year	9	27,666		38,153	
			<hr/>	<hr/>	
NET CURRENT ASSETS/LIABILITIES			12,004		10,826
			<hr/>	<hr/>	
NET ASSETS			13,531		12,622
			<hr/> <hr/>	<hr/> <hr/>	
CAPITAL AND RESERVES					
Called up share capital	10		2		2
Profit and loss account			13,529		12,620
			<hr/>	<hr/>	
			13,531		12,622
			<hr/> <hr/>	<hr/> <hr/>	

The directors are satisfied that the company was entitled to exemption under subsection (1) of section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to subsection (2) of Section 249B in relation to the accounts for the financial year.

The directors acknowledge their responsibilities for:

- i) ensuring that the company keeps accounting records which comply with Section 221; and
- ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year 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.

The financial statements have 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

.....
DIRECTOR

Date

EASTSWORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS
AT 30TH APRIL 2000

NOTE 1 – ACCOUNTING POLICIES

1.1 Accounting Convention

These financial statements have been prepared under the historical cost convention as modified to include the revaluation of freehold land and buildings.

1.2 Financial Reporting Standard No. 1

The company has taken advantage of the exemptions in FRS 1 from producing a cash flow statement on the grounds that it is a small company.

1.3 Other Policies

Other accounting policies are shown under the appropriate note heading to which they apply.

NOTE 2 – TURNOVER

Turnover represents the amount receivable in respect of goods sold and services provided during the year and is stated net of Value Added Tax and trade discounts. All sales are transacted within the United Kingdom.

NOTE 3 – PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

Profit on ordinary activities before taxation is stated after charging:-

	<u>2000</u> £	<u>1999</u> £
Depreciation	269	317

NOTE 4 – INTEREST PAYABLE & SIMILAR CHARGES

	<u>2000</u> £	<u>1999</u> £
Bank charges	1	1

NOTE 5 – TAXATION

The taxation charge for the year comprises:

	<u>2000</u> £	<u>1999</u> £
Corporation tax	63	-

No provision has been made for deferred taxation as it is considered unlikely that any liability will crystallise in respect of short term timing differences arising from accelerated capital allowances.

EASTSWORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS CONTINUED
AT 30TH APRIL 2000

NOTE 6 – FIXED ASSETS

TANGIBLE FIXED ASSETS

	<u>Equipment</u>	<u>Total</u>
	<u>£</u>	<u>£</u>
COST OR VALUATION at 1st May 1999	5,648	5,648
	<hr/>	<hr/>
at 30th April 2000	5,648	5,648
	<hr/>	<hr/>
DEPRECIATION at 1st May 1999	3,852	3,852
Charge for year	269	269
	<hr/>	<hr/>
at 30th April 2000	4,121	4,121
	<hr/>	<hr/>
NET BOOK VALUE at 30th April 2000	1,527	1,527
	<hr/>	<hr/>
at 30th April 1999	1,796	1,796
	<hr/>	<hr/>

Depreciation

Depreciation is provided on all fixed assets, to write down their cost to their estimated residual values over the periods of their expected useful lives. The rates and bases of depreciation are as follows:-

Equipment	15% reducing balance
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NOTE 7 – STOCKS

Stocks are stated at the lower cost or net realisable value.

Cost represents purchase price or production cost, calculated on a first-in-first-out basis. Production cost includes attributable production overheads.

	<u>2000</u>	<u>1999</u>
	<u>£</u>	<u>£</u>
Stocks	39,304	39,304
	<hr/>	<hr/>

EASTSWORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS CONTINUED
AT 30TH APRIL 2000

NOTE 8 – DEBTORS

	<u>2000</u> <u>£</u>	<u>1999</u> <u>£</u>
Sundry debtors	151	151
Prepayments and accrued income	-	7,962
	<hr/>	<hr/>
	151	8,113
	<hr/> <hr/>	<hr/> <hr/>

NOTE 9 – CREDITORS

	<u>Falling due</u> <u>within one year</u>	
	<u>2000</u> <u>£</u>	<u>1999</u> <u>£</u>
Trade creditors	-	3,672
Corporation tax	63	-
Social security and other taxes	21	21
Other creditors	23,288	25,090
Accruals and deferred income	1,822	9,370
Directors loan account	2,472	-
	<hr/>	<hr/>
	27,666	38,153
	<hr/> <hr/>	<hr/> <hr/>

NOTE 10 – SHARE CAPITAL

	<u>2000</u>	<u>1999</u>
Authorised: ordinary shares of £1	100	100
	<hr/>	<hr/>
Allotted, issued and fully paid: ordinary shares of £1 each	2	2
	<hr/> <hr/>	<hr/> <hr/>