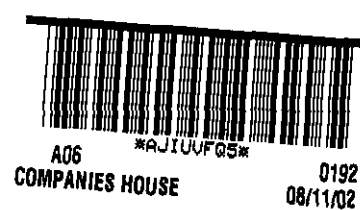


Abbreviated Financial Statements for the Year Ended 31 March 2002

for

Badger Building (E. Anglia) Limited



**Badger Building (E. Anglia) Limited**

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**for the Year Ended 31 March 2002**

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**Badger Building (E. Anglia) Limited**

**Company Information**  
**for the Year Ended 31 March 2002**

**DIRECTORS:**

S D George  
S R Lambert  
P C Napthine

**SECRETARY:**

S D George

**REGISTERED OFFICE:**

Stanley House  
Stanley Street  
Lowestoft  
Suffolk  
NR32 2DZ

**REGISTERED NUMBER:**

02407008

**AUDITORS:**

CUNNINGHAMS  
Chartered Accountants  
& Registered Auditors  
1 Victoria Terrace  
Lowestoft  
Suffolk  
NR33 0QJ

**Badger Building (E. Anglia) Limited**

**Report of the Directors**  
**for the Year Ended 31 March 2002**

The directors present their report with the financial statements of the company for the year ended 31 March 2002.

**PRINCIPAL ACTIVITIES**

The principal activities of the company in the year under review were those of building contractors and housing developers.

**REVIEW OF BUSINESS**

The results for the year and financial position of the company are as shown in the annexed financial statements.

**DIVIDENDS**

No dividends will be distributed for the year ended 31 March 2002.

**FIXED ASSETS**

Acquisitions and disposals of fixed assets during the period are recorded in the notes to the financial statements.

**DIRECTORS**

The directors during the year under review were:

S D George  
S R Lambert  
P C Napthine

The beneficial interests of the directors holding office on 31 March 2002 in the issued share capital of the company were as follows:

	31.3.02	1.4.01
<b>Ordinary £1 shares</b>		
S D George	4,832	4,832
S R Lambert	-	-
P C Napthine	-	-

**STATEMENT OF 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 and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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. 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.

**AUDITORS**

The auditors, CUNNINGHAMS, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

**ON BEHALF OF THE BOARD:**



S D George - SECRETARY

Dated: 30.03.2002

**Badger Building (E. Anglia) Limited**  
**Report of the Independent Auditors to**  
**Badger Building (E. Anglia) Limited**  
**Under Section 247B of the Companies Act 1985**

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

**Respective responsibilities of directors and auditors**

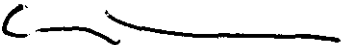
The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with that provision and to 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 financial statements and that the abbreviated financial statements 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 full financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated financial statements on pages four to thirteen are properly prepared in accordance with that provision.

  
CUNNINGHAMS  
Chartered Accountants  
& Registered Auditors  
1 Victoria Terrace  
Lowestoft  
Suffolk  
NR33 0QJ

Dated: 5.11.2002

**Badger Building (E. Anglia) Limited**

**Abbreviated Profit and Loss Account**  
**for the Year Ended 31 March 2002**

		31.3.02	31.3.01
	Notes	£	£
<b>GROSS PROFIT</b>		1,642,339	1,292,940
Administrative expenses		927,336	472,869
<b>OPERATING PROFIT</b>	3	715,003	820,071
Interest receivable and similar income		23,289	6,819
		738,292	826,890
Interest payable and similar charges	4	-	1,792
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		738,292	825,098
Tax on profit on ordinary activities	5	220,905	250,308
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		517,387	574,790
Dividends	6	-	6,000
		517,387	568,790
Retained profit brought forward		1,948,058	1,427,119
		2,465,445	1,995,909
Purchase of own shares		-	(47,683)
Transfer to capital redemption reserve		-	(168)
<b>RETAINED PROFIT CARRIED FORWARD</b>		<u>£2,465,445</u>	<u>£1,948,058</u>

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current and previous years.

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the profits for the current and previous years.

The notes form part of these financial statements

**Badger Building (E. Anglia) Limited****Abbreviated Balance Sheet****31 March 2002**

		31.3.02		31.3.01	
	Notes	£	£	£	£
<b>FIXED ASSETS:</b>					
Tangible assets	7		176,707		183,744
<b>CURRENT ASSETS:</b>					
Stocks	8	3,105,808		1,939,454	
Debtors	9	1,100,663		501,008	
Cash at bank and in hand		74		190,448	
		4,206,545		2,630,910	
<b>CREDITORS: Amounts falling due within one year</b>	10	1,895,986		845,098	
<b>NET CURRENT ASSETS:</b>			2,310,559		1,785,812
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>			2,487,266		1,969,556
<b>PROVISIONS FOR LIABILITIES AND CHARGES:</b>	13		16,821		16,498
			<u>£2,470,445</u>		<u>£1,953,058</u>
<b>CAPITAL AND RESERVES:</b>					
Called up share capital	14		4,832		4,832
Capital redemption reserve	15		168		168
Profit and loss account			2,465,445		1,948,058
<b>SHAREHOLDERS' FUNDS:</b>	17		<u>£2,470,445</u>		<u>£1,953,058</u>

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

**ON BEHALF OF THE BOARD:**


S D George - DIRECTOR



S R Lambert - DIRECTOR

Approved by the Board on 30.03.2002

The notes form part of these financial statements

**Badger Building (E. Anglia) Limited****Cash Flow Statement  
for the Year Ended 31 March 2002**

	Notes	31.3.02		31.3.01	
		£	£	£	£
Net cash (outflow)/inflow from operating activities	1		(344,745)		61,546
Returns on investments and servicing of finance	2		23,289		5,027
Taxation			(245,608)		(162,812)
Capital expenditure	2		(39,461)		(38,417)
Equity dividends paid			-		(6,000)
			<u>(606,525)</u>		<u>(140,656)</u>
Financing	2		(3,911)		(66,944)
Decrease in cash in the period			<u>£(610,436)</u>		<u>£(207,600)</u>
<hr/>					
Reconciliation of net cash flow to movement in net funds	3				
Decrease in cash in the period			(610,436)		(207,600)
Cash outflow from decrease in debt and lease financing			-		9,128
			<u>-</u>		<u>9,128</u>
Change in net funds resulting from cash flows			<u>(610,436)</u>		<u>(198,472)</u>
Movement in net funds in the period			(610,436)		(198,472)
Net funds at 1 April			<u>33,054</u>		<u>231,526</u>
Net (debt)/funds at 31 March			<u>£(577,382)</u>		<u>£33,054</u>

The notes form part of these financial statements



**Badger Building (E. Anglia) Limited**

**Notes to the Cash Flow Statement**  
**for the Year Ended 31 March 2002**

**1. RECONCILIATION OF OPERATING PROFIT TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES**

	31.3.02 £	31.3.01 £
Operating profit	715,003	820,071
Depreciation charges	44,178	45,566
Loss on sale of fixed assets	2,318	8,260
Increase in stocks	(1,166,354)	(419,189)
Increase in debtors	(599,655)	(335,962)
Increase/(Decrease) in creditors	659,765	(57,200)
<b>Net cash (outflow)/inflow from operating activities</b>	<b>(344,745)</b>	<b>61,546</b>

**2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

	31.3.02 £	31.3.01 £
<b>Returns on investments and servicing of finance</b>		
Interest received	23,289	6,819
Interest paid	-	(1,150)
Interest element of hire purchase or finance lease rentals payments	-	(642)
<b>Net cash inflow for returns on investments and servicing of finance</b>	<b>23,289</b>	<b>5,027</b>
<b>Capital expenditure</b>		
Purchase of tangible fixed assets	(50,961)	(61,401)
Sale of tangible fixed assets	11,500	22,984
<b>Net cash outflow for capital expenditure</b>	<b>(39,461)</b>	<b>(38,417)</b>
<b>Financing</b>		
Amount withdrawn by directors	(3,911)	(19,094)
Purchase of own shares	-	(47,850)
<b>Net cash outflow from financing</b>	<b>(3,911)</b>	<b>(66,944)</b>

**Badger Building (E. Anglia) Limited**

**Notes to the Cash Flow Statement**  
**for the Year Ended 31 March 2002**

3. **ANALYSIS OF CHANGES IN NET FUNDS**

	At 1.4.01 £	Cash flow £	At 31.3.02 £
Net cash:			
Cash at bank and in hand	190,448	(190,374)	74
Bank overdraft	(157,394)	(420,062)	(577,456)
	<u>33,054</u>	<u>(610,436)</u>	<u>(577,382)</u>
Total	<u>33,054</u>	<u>(610,436)</u>	<u>(577,382)</u>
<b>Analysed in Balance Sheet</b>			
Cash at bank and in hand	190,448		74
Bank overdraft	(157,394)		(577,456)
	<u>33,054</u>		<u>(577,382)</u>

**Badger Building (E. Anglia) Limited**

**Notes to the Abbreviated Financial Statements**  
**for the Year Ended 31 March 2002**

**1. ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention.

**Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant & machinery	- 20% on reducing balance
Motor vehicles	- 20% on reducing balance
Office equipment	- 20% on reducing balance

**Stocks**

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

**Deferred taxation**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

**Pensions**

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable for the year are charged in the profit and loss account.

**2. STAFF COSTS**

	31.3.02	31.3.01
	£	£
Wages and salaries	1,150,774	727,128
Social security costs	117,439	67,925
Other pension costs	5,000	5,000
	<u>1,273,213</u>	<u>800,053</u>

The average monthly number of employees during the year was as follows:

	31.3.02	31.3.01
Office & Management	8	9
Others	44	30
	<u>52</u>	<u>39</u>

**Badger Building (E. Anglia) Limited**

**Notes to the Abbreviated Financial Statements**  
**for the Year Ended 31 March 2002**

**3. OPERATING PROFIT**

The operating profit is stated after charging:

	31.3.02	31.3.01
	£	£
Hire of plant and machinery	127,716	131,323
Depreciation - owned assets	44,178	45,566
Loss on disposal of fixed assets	2,318	8,260
Auditors' remuneration	13,450	10,500
	<u>          </u>	<u>          </u>
Directors' emoluments	570,281	169,406
Directors' pension contributions to money purchase schemes	5,000	5,000
Compensation to directors for loss of office	-	27,854
	<u>          </u>	<u>          </u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>1</u>	<u>1</u>
------------------------	----------	----------

Information regarding the highest paid director for the year ended 31 March 2002 is as follows:

	31.3.02
	£
Emoluments etc	<u>470,641</u>

**4. INTEREST PAYABLE AND SIMILAR CHARGES**

	31.3.02	31.3.01
	£	£
Bank interest	-	1,150
Hire purchase charges	-	642
	<u>          </u>	<u>          </u>
	-	1,792
	<u>          </u>	<u>          </u>

**5. TAXATION**

**Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the year was as follows:

	31.3.02	31.3.01
	£	£
Current tax:		
UK corporation tax	220,582	248,057
Deferred tax:		
Deferred taxation	323	2,251
	<u>          </u>	<u>          </u>
Tax on profit on ordinary activities	<u>220,905</u>	<u>250,308</u>

**Badger Building (E. Anglia) Limited**

**Notes to the Abbreviated Financial Statements**  
**for the Year Ended 31 March 2002**

**5. TAXATION - continued**

**Factors affecting the tax charge**

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	31.3.02	31.3.01
	£	£
Profit on ordinary activities before tax	<u>738,292</u>	<u>825,098</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 30% (2001 - 30%)	221,488	247,529
Effects of:		
Expenses not deductible for tax purposes	1,838	329
Capital allowances for year in excess of depreciation	(2,403)	(2,250)
Small companies marginal relief	(341)	-
Under provision in prior year	-	2,449
Current tax charge	<u>220,582</u>	<u>248,057</u>

**6. DIVIDENDS**

	31.3.02	31.3.01
	£	£
Equity shares:		
Interim	<u>-</u>	<u>6,000</u>

**7. TANGIBLE FIXED ASSETS**

	Plant & machinery	Fixtures and fittings	Motor vehicles	Office equipment	Totals
	£	£	£	£	£
<b>COST:</b>					
At 1 April 2001	212,523	1,252	104,860	25,204	343,839
Additions	43,815	84	6,225	837	50,961
Disposals	-	-	(34,905)	-	(34,905)
At 31 March 2002	<u>256,338</u>	<u>1,336</u>	<u>76,180</u>	<u>26,041</u>	<u>359,895</u>
<b>DEPRECIATION:</b>					
At 1 April 2001	93,504	611	49,023	16,959	160,097
Charge for year	32,567	145	9,649	1,817	44,178
Eliminated on disposals	-	-	(21,087)	-	(21,087)
At 31 March 2002	<u>126,071</u>	<u>756</u>	<u>37,585</u>	<u>18,776</u>	<u>183,188</u>
<b>NET BOOK VALUE:</b>					
At 31 March 2002	<u>130,267</u>	<u>580</u>	<u>38,595</u>	<u>7,265</u>	<u>176,707</u>
At 31 March 2001	<u>119,019</u>	<u>641</u>	<u>55,838</u>	<u>8,246</u>	<u>183,744</u>

**Badger Building (E. Anglia) Limited**

**Notes to the Abbreviated Financial Statements**  
**for the Year Ended 31 March 2002**

8. **STOCKS**

	31.3.02	31.3.01
	£	£
Stock & work in progress	<u>3,105,808</u>	<u>1,939,454</u>

9. **DEBTORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

	31.3.02	31.3.01
	£	£
Trade debtors	258,883	396,531
Prepayments	15,035	11,560
Other debtors	826,745	92,917
	<u>1,100,663</u>	<u>501,008</u>

10. **CREDITORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

	31.3.02	31.3.01
	£	£
Bank loans and overdrafts (see note 11)	577,456	157,394
Trade creditors	285,291	278,595
Directors current accounts	1,671	5,584
Other creditors	593,907	46,635
Social security & other taxes	104,118	44,943
Corporation tax	220,582	245,608
Accrued expenses	112,961	66,339
	<u>1,895,986</u>	<u>845,098</u>

11. **LOANS AND OVERDRAFTS**

An analysis of the maturity of loans and overdrafts is given below:

	31.3.02	31.3.01
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>577,456</u>	<u>157,394</u>

12. **SECURED DEBTS**

The following secured debts are included within creditors:

	31.3.02	31.3.01
	£	£
Bank overdrafts	<u>577,456</u>	<u>157,394</u>

The bank overdraft is secured by a charge on the assets of the company.

13. **PROVISIONS FOR LIABILITIES AND CHARGES**

	31.3.02	31.3.01
	£	£
Deferred taxation	<u>16,821</u>	<u>16,498</u>

**Badger Building (E. Anglia) Limited**

**Notes to the Abbreviated Financial Statements**  
**for the Year Ended 31 March 2002**

**13. PROVISIONS FOR LIABILITIES AND CHARGES - continued**

	Deferred tax £
Balance at 1 April 2001	16,498
Provision for year	323
	<hr/>
Balance at 31 March 2002	16,821
	<hr/>

**14. CALLED UP SHARE CAPITAL**

Authorised:				
Number:	Class:	Nominal	31.3.02	31.3.01
		value:	£	£
5,000	Ordinary	£1	5,000	5,000
			<hr/>	<hr/>

Allotted, issued and fully paid:				
Number:	Class:	Nominal	31.3.02	31.3.01
		value:	£	£
4,832	Ordinary	£1	4,832	4,832
			<hr/>	<hr/>

**15. CAPITAL REDEMPTION RESERVE**

	31.3.02	31.3.01
	£	£
Purchase of own shares	168	168
	<hr/>	<hr/>

**16. TRANSACTIONS WITH DIRECTORS**

Mr S D George purchased a motor vehicle from the Company at its market value of £11,500.

**17. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	31.3.02	31.3.01
	£	£
Profit for the financial year	517,387	574,790
Dividends	-	(6,000)
	<hr/>	<hr/>
	517,387	568,790
Purchase of own shares	-	(47,683)
Transfer to capital redemption reserve	-	(168)
	<hr/>	<hr/>
<b>Net addition to shareholders' funds</b>	517,387	520,939
Opening shareholders' funds	1,953,058	1,432,119
	<hr/>	<hr/>
<b>Closing shareholders' funds</b>	2,470,445	1,953,058
	<hr/>	<hr/>
Equity interests	2,470,445	1,953,058
	<hr/>	<hr/>