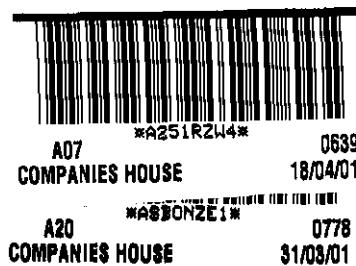


**DENETECH LIMITED**  
**FINANCIAL ACCOUNTS**  
**FOR THE PERIOD ENDED**  
**30 JUNE 2000**  
Registered No. 3073453



## **DENETECH LIMITED**

### **DIRECTORS' REPORT**

The directors have pleasure in presenting their annual report and accounts for the period ended 30 June 2000.

#### **Review of the Business**

During the year the company completed a contract in Mexico, which resulted in increased Turnover, but at a low level of Gross Profit as it has been undertaken at an agreed retained administration cost of 5% of Turnover. The hoped for opportunities to develop further overseas trade have taken time to develop with further contracts not being obtained until March 2001.

#### **Future developments**

It is intended that the company will follow a policy of concentrating one or two larger contracts rather than trying to have a larger number of smaller ones. This will enable the overheads to be kept to a minimum, but does result in some periods of low Turnover in the intervals between contracts.

#### **Results and Dividends**

The trading profit for the year amounted to £5,694 before interest received or taxation. No payment of dividends is recommended.

#### **Directors and Their Interests**

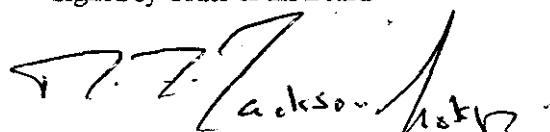
The directors during the year and their interest in the share capital of the company were as follows:

	<b>Ordinary Shares</b>	
	<u>31/06/00</u>	<u>31/06/99</u>
G D Taylor	99	99

#### **Auditors**

The members of the company agreed unanimously at the Annual General Meeting to take advantage of the legislation whereby the company is not required to appoint an auditor.

Signed by Order of the Board

A handwritten signature in black ink, appearing to read 'M F Jackson-Crocker', is written over a horizontal line.

M F Jackson-Crocker - Secretary

**DENETECH LIMITED****BALANCE SHEET AS AT 30 JUNE 2000**

	<u>Notes</u>	<u>2000</u> <u>£</u>	<u>1999</u> <u>£</u>
Fixed Asset Investments	4	4,177	3,315
<b>Current Assets</b>			
Debtors	5	-	10,745
Cash at Bank and in Hand		13,154	4,975
		<u>17,331</u>	<u>19,035</u>
Creditors: Amounts falling due within one year	6	12,035	18,508
		<u>5,296</u>	<u>527</u>
<b>Total NetAssets</b>			
		<u>5,296</u>	<u>527</u>
<b>Capital and Reserves</b>			
Called up Share Capital	7	100	100
Reserves		5,196	427
		<u>5,296</u>	<u>527</u>

The exemption conferred by section 249A(1) not to have these accounts audited applies to the company and the directors confirm that no notice has been deposited under 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibility for ensuring that:

- i) the company keeps accounting records which comply with section 221 of the Companies Act 1985, and
- ii) the accounts give a true and fair view of the state of affairs of the company as at 30 June 2000 and of its profit and loss for the year then ended in accordance with the requirements of s226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

.....  
G D Taylor - Director

**DENETECH LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 30 JUNE 2000**

	<u>Notes</u>	<u>2000</u> <u>£</u>	<u>1999</u> <u>£</u>
Turnover		190,789	20,473
Direct Costs		181,372	19,450
Gross Profit		9,417	1,023
Indirect Costs		1,136	-
Administrative Expenses		2,587	570
Profit / ( Loss ) on Ordinary Activities before Interest and Tax		5,694	453
Interest Received Gross		267	16
Profit / ( Loss ) on Ordinary Activities before Tax	3	5,961	1,023
Tax on Ordinary Activities		1,192	108
Profit / ( Loss ) on Ordinary Activities after Tax		4,555	361

The notes on page 4 form part of these accounts

**DENETECH LIMITED**  
**NOTES TO THE ACCOUNTS**

**1. ACCOUNTING POLICIES**

The accounts are prepared under the historic cost convention and in accordance with applicable accounting standards. The Fixed Asset Investment is not depreciated annually, the Fixtures and Fittings are depreciated by 25% per annum.

**2. TURNOVER**

Turnover represents amounts invoiced to third parties and is attributable to the company's principal activity. The Turnover during the year all relates to activities in Mexico.

**3. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION**

This is stated after charging:

	<u>2000</u>	<u>1999</u>
Auditors remuneration	£ -	£ -

**4. FIXED ASSET INVESTMENTS**

	Fixtures and Fittings £	Invest ments £	£
Cost			
As at 1 July 1999	-	3,315	3,315
Additions during Year	1,149	-	1,149
	<u>1,149</u>	<u>3,315</u>	<u>4,464</u>
Depreciation			
Charge in Year	287	-	287
	<u>287</u>	<u>-</u>	<u>287</u>
As at 30 June 2000	862	3,315	4,177
As at 30 June 1999	-	3,315	3,315

On the 29<sup>th</sup> August 1996 £3,315 was invested in the Ordinary share capital of SIMBAS GmbH, a company registered in Germany. This representing 7.5% of its Ordinary Share Capital.

**5. DEBTORS**

	<u>£</u>	<u>£</u>
Trade Debtors	-	10,745
Taxation	-	-
	<u>-</u>	<u>10,745</u>

All debts fall due within one year.

**6. CREDITORS: Amounts falling due within one year**

Trade Creditors	10,736	18,400
Accruals	-	-
Corporation Tax	1,299	108
	<u>12,035</u>	<u>18,508</u>

## 7. CALLED UP SHARE CAPITAL

Authorised Ordinary Shares of £1	£ 1,000	£ 1,000
Allotted, issued and fully paid	£ 100	£100

## 8. RESERVES

Reserves as at 1 July 1999	£ 427
Profit for the Year	4,769
Reserves as at 30 June 2000	<u>5,296</u>