

Freeport Concrete Company Limited

Audited Consolidated Balance Sheet

August 31, 2002, with comparative figures for 2001

	2002	2001
Assets		
Current assets:		
Cash	B\$ 84,201	779,114
Time deposits	463,343	2,651,921
Accounts receivable, net	271,341	566,643
Accrued interest receivable	–	57,245
Share subscription receivable	–	390,000
Inventories	3,572,417	2,328,968
Inventory of spare parts and supplies	173,480	36,811
Deposits and prepaid expenses	107,624	49,863
	4,672,406	6,860,565
Due from shareholder	162,294	258,652
Goodwill, net	200,375	–
Fixed assets, net	3,106,078	2,523,153
	B\$ 8,141,153	9,642,370
Liabilities and Shareholders' Equity		
Current liabilities:		
Bank overdraft	B\$ 782,617	2,759
Accounts payable and accrued expenses	1,536,894	472,621
Business acquisition payable	206,250	1,200,000
	2,525,761	1,675,380
Due to shareholder	403,800	–
	2,929,561	1,675,380
Minority interest	361	–
Shareholders' equity:		
Share capital	47,083	47,083
Contributed surplus	5,774,868	5,774,868
Appraisal excess	1,433,867	1,433,867
(Accumulated deficit)/retained earnings	(2,044,587)	711,172
	5,211,231	7,966,990
	B\$ 8,141,153	9,642,370

Freeport Concrete Company Limited

Audited Consolidated Statement of Operations

Year ended August 31, 2002, with comparative figures for 2001

	2002	2001
Sales, net of discounts	B\$ 11,697,824	3,972,695
Cost of sales	8,467,253	2,927,336
Gross profit	3,230,571	1,045,359
Other expense/(income):		
Payroll related costs, including employee benefits and commissions	2,503,711	282,177
Rent	484,917	61,948
Advertising	408,178	1,164
Depreciation and amortisation	382,232	8,716
Provision for slow moving and obsolete inventory	306,666	–
Utilities, postage and delivery	270,021	7,609
Other operating costs	203,869	68,610
Legal and professional	196,777	44,751
Travel, trade shows and entertainment	141,824	23,673
Vehicle, maintenance and repairs	134,631	5,325
Licence fees and permits	109,501	24,199
Bank charges and exchange	106,076	17,831
Computer and office supplies	97,536	21,378
Security	80,282	–
Donations	55,288	18,287
Bad debt expense	41,509	23,027
Insurance-business	35,517	–
Product warranty	30,000	–
Loss/(gain) on disposal of fixed assets	5,017	(20,000)
Other income	(43,930)	(5,065)
	5,549,622	583,630
Net (loss)/profit from operations	(2,319,051)	461,729
Net financing (expense)/income	(49,322)	87,899
Minority interest	145,564	–
Net (loss)/profit	B\$ (2,222,809)	549,628
(Loss)/earnings per share		
Basic (loss)/earnings per share	B\$ (0.472)	0.151
Diluted (loss)/earnings per share	B\$ (0.472)	0.151