BLUEFIRE SERVICES WA PTY LTD

Financial Statements

For the year ended 30 June, 2002

B W GODFREY

BLUEFIRE SERVICES WA PTY LTD

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Compilation Report to BLUEFIRE SERVICES WA PTY LTD

On the basis of the information provided by the Directors of BLUEFIRE SERVICES WA PTY LTD, we have compiled, in accordance with APS 9 'Statement of Compilation of Financial Reports', the special purpose financial report for the period ended 30 June, 2002.

The specific purpose for which the special purpose financial report has been prepared is set out in Note 1. The extent to which applicable Accounting Standards and UIG Consensus Views have or have not been adopted in the preparation of the special purpose financial report is set out in Note 1.

The Directors are solely responsible for the information contained in the special purpose financial report and have determined that the accounting policies used are consistent with the financial reporting requirements of BLUEFIRE SERVICES WA PTY LTD and are appropriate to meet the needs of the directors and members of the company.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the directors provided into a financial report. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

To the extent permitted by law, we do not accept liability for any loss or damage which any person, other than the company, may suffer arising from any negligence on our part. No person should rely on the special purpose financial report without having an audit or review conducted.

The special purpose financial report was prepared for the benefit of the directors and members of the company and the purpose identified above. We do not accept responsibility to any other person for the contents of the special purpose financial report.

B W GODFREY

18 February, 2004

BLUEFIRE SERVICES WA PTY LTD
Directors' Report

Your directors submit the financial accounts of the company for the year ended 30 June, 2002.

Directors
The names of the directors holding office at the date of this report are:

Kim Gardner
Guiseppe Giura
Geraldine Taylor

Principal activities
The principal activities of the company during the year were maintenance of heavy vehicles and gas services.
There has been no significant change in the nature of these activities during the year.

Results
The net loss of the company for the financial year after provision for income tax was:

Year ended 30 June, 2002
$
(64,657)

Dividends
No dividends were declared or paid for the previous year and the directors recommend that no dividend be paid for the current year.

Significant changes in the state of affairs
There were no significant changes in the state of affairs of the company during the year.

Matters subsequent to the end of the financial year
There are no matters or circumstances that have arisen since the end of the financial year that have significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company, in future years.

Share options
No options were granted nor shares issued as a result of the exercise of options during the financial year or since the end of the financial year. No unissued shares are subject to options at the date of this report.

Directors Benefits
No director has received or has become entitled to receive, during or since the financial year, a benefit because of a contract made by the company, controlled entity or related body corporate with a director, a firm which a director is a member or an entity in which a director has a substantial financial interest. This statement excludes a benefit included in the aggregate amount of emoluments received or due and receivable by directors shown in the company's accounts, or the fixed salary of a full-time employee of the company, controlled entity or related body corporate.

Directors and Auditors Indemnification

The company has not, during or since the financial year, in respect of any person who is or has been an officer or auditor of the company or a related body corporate:

- indemnified or made any relevant agreement for indemnifying against a liability, including costs and expenses in successfully defending legal proceedings; or

- paid or agreed to pay a premium in respect of a contract insuring against a liability for the costs or expenses to defend legal proceedings.

Signed in accordance with a resolution of the Board of Directors.

Kim Gardner
Director

Guiseppe Giura
Director

Geraldine Taylor
Director

BLUEFIRE SERVICES WA PTY LTD
Directors' Declaration

The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies prescribed in Note 1 to the financial statements.

The directors of the company declare that:

1. the financial statements and notes, present fairly the company's financial position as at 30 June, 2002 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements;
2. in the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Kim Gardner
Director

Guiseppe Giura
Director

Dated:

BLUEFIRE SERVICES WA PTY LTD
Detailed Profit and Loss Statement
For the year ended 30 June, 2002

	2002 $
Income	
Trading profit	590,115
Sundry Charges	2,102
Miscellaneous Income	6,320
Interest received	357
Total income	598,894
Expenses	
Accountancy	500
Advertising and promotion	3,757
Bank Fees And Charges	4,691
Computer Supplies	2,878
Consultants fees	18,900
Depreciation	20,264
Advertising	5
Electricity	4,218
Entertainment	383
Freight	1,427
Gas - Freight Courier	3,025
Gas - Advertising	1,406
Gas - Workshop Consumables	3,200
Gas - Workshop Expenses	1,879
Gas - Workshop Repairs & Maintenance	1,954
Gas - Laundry Service	974
Gas - Workshop Warranty	353
General expenses	300
Insurance - Business Pack	4,446
Insurance - Motor Vehicle	1,134
Insurance - Workers Compensation	7,169
Interest	195
Laundry	4,508
Lawnmowing	25
Medical & Safety	732
Membership - Truck	695

BLUEFIRE SERVICES WA PTY LTD
Detailed Profit and Loss Statement
For the year ended 30 June, 2002

	2002 $
Motor Vehicle Expenses	681
M/V car - Gas	46
M/V commercial - Fuel & oil	6,462
M/V commercial - Reg/Insurance	1,357
M/V commercial - Other	5,429
Office expenses	2,374
Rent - Workshop	34,673
Rent - Gas	15,833
Repairs and Maintenance - Gas	454
Repairs and Maintenance - Truck	2,907
Security	902
Staff amenities	2,746
Staff Training & Seminars - Gas	4,083
Staff Training & Seminars - Admin	1,995
Stamp Duty	293
Subcontractors	70,236
Sundry expenses	1,060
Superannuation - Gas	8,367
Superannuation - Admin	7,082
Superannuation - Managers	760
Superannuation - Truck	8,354
Technical Library - Truck	160
Technical Library - Gas	48
Telephone	15,719
Travel, accom & conference	1,331
Wages - Gas Chargeable	32,106
Wages - Gas Manager	9,289
Wages - Gas Non Chargeable	65,843
Wages - Gas Parts	9,909
Wages - Truck Chargeable	79,463
Wages - Truck Managers	26,538
Wages - Truck Non Chargeable	35,588
Wages - Truck Parts	12,355
Wages - Admin	88,574
Workshop - Warranty Truck	453
Workshop - Consumables Truck	10,108
Workshop - Truck	9,407

BLUEFIRE SERVICES WA PTY LTD
Detailed Profit and Loss Statement
For the year ended 30 June, 2002

	2002 $
Workshop - Repairs & Maintenance	1,548
Total expenses	663,551
Profit (Loss) from Ordinary Activities before income tax	**(64,657)**

BLUEFIRE SERVICES WA PTY LTD

Detailed Balance Sheet As At 30 June, 2002

	2002
Current Assets	
Cash Assets	
Cash At Bank	7,358
Cash on Hand - Petty Cash	210
Cash on Hand - Till	65
Cash on Hand - Issued Shares	2
	7,635
Receivables	
Trade debtors	415,020
Deposit - Bond	3,167
Loans - Staff	326
	418,513
Inventories	
Stock on hand	159,194
	159,194
Current Tax Assets	
GST payable control account	18,126
	18,126
Total Current Assets	**603,468**

BLUEFIRE SERVICES WA PTY LTD
Detailed Balance Sheet As At 30 June, 2002

	2002
Non-Current Assets	
Property, Plant and Equipment	
Plant & equipment - at cost	368,710
Less: Accumulated depreciation	(6,675)
Office equipment	14,546
Less: Accumulated depreciation	(2,614)
Plant - Tools & Set Up	70,739
Less: Accumulated depreciation	(4,445)
Motor vehicles - at cost	79,133
Less: Accumulated depreciation	(6,531)
	512,863
Total Non-Current Assets	**512,863**
Total Assets	**1,116,331**
Current Liabilities	
Payables	
Unsecured:	
- Trade creditors	168,756
- Accrued Superannuation	5,857
- Accrued Leave/Super	21,564
- Accrued Wages/Super	8,088
	204,265
Interest-Bearing Liabilities	
Secured:	
- Deposits Received	6,500
- Insurance Payable	12,749
	19,249
Current Tax Liabilities	
Amounts withheld from salary and wages	17,608
	17,608

BLUEFIRE SERVICES WA PTY LTD

Detailed Balance Sheet As At 30 June, 2002

	2002
Total Current Liabilities	**241,122**

Non-Current Liabilities

Interest-Bearing Liabilities

Unsecured:	
- Loan - Giura Family Trust	300,000
- Loan - St Francis Group Ltd	639,864
	939,864
Total Non-Current Liabilities	**939,864**
Total Liabilities	**1,180,986**
Net Assets (Liabilities)	**(64,655)**

Equity

Issued Capital

Issued & paid up capital	2
Retained profits / (accumulated losses)	(64,657)
Total Equity	**(64,655)**

Note 1: Statement of Accounting Policies

This financial report is a special purpose financial report prepared for use by directors and members of the company. The directors have determined that the company is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the following Australian Accounting Standards.

AAS 5:	Materiality
AAS 8:	Events Occurring After Reporting Date

No other Australian Accounting Standards, Urgent Issues Group Consensus Views or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values, or except where specifically stated, current valuations of non-current assets.

The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report:

(a) Property, Plant and Equipment

Property, plant and equipment are carried at cost, independent or directors' valuation. All assets, excluding freehold land and buildings, are depreciated over their useful lives to the company.

(b) Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in first-out basis and include direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenses.