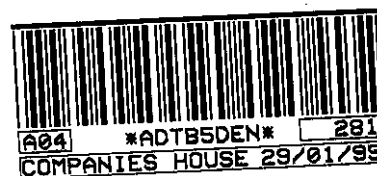


ROC

G.H. MORETON LIMITED
ABBREVIATED FINANCIAL STATEMENTS
31 MARCH 1998

Registered number: 0835607

KAHN THOMAS SHANKLAND
CHARTERED ACCOUNTANTS



K *Kahn*
T *Thomas*
S *Shankland*

G.H. MORETON LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31 March 1998

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G.H. MORETON LIMITED**Auditors' report to
G.H. Moreton Limited
under section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements set out on pages 2 to 4, together with the financial statements of the company for the year ended 31 March 1998 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

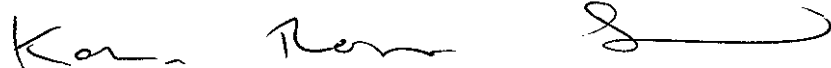
The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered 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 does 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 sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 4 are properly prepared in accordance with those provisions.



Cardiff
29 January 1999

Kahn Thomas Shankland
Registered Auditors
Chartered Accountants

K Kahn
T Thomas
S Shankland

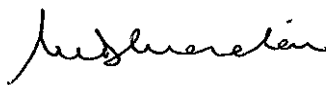
G.H. MORETON LIMITED
ABBREVIATED BALANCE SHEET
at 31 March 1998

	Note	£	1998 £	£	1997 £
Fixed assets					
Tangible assets	2		481,372		358,937
Current assets					
Stocks		45,103		43,750	
Debtors		157,096		102,221	
Cash at bank and in hand		51,944		25,969	
		254,143		171,940	
Creditors: amounts falling due within one year		(351,421)		(254,903)	
Net current liabilities			(97,278)		(82,963)
Total assets less current liabilities			384,094		275,974
Creditors: amounts falling due after more than one year	3		(167,000)		(77,942)
			217,094		198,032
Capital and reserves					
Called up share capital	4		100		100
Profit and loss account			216,994		197,932
Total shareholders' funds			217,094		198,032

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 4 were approved by the board of directors on 28 January 1999 and signed on its behalf by:

Mrs M.D. Moreton
Director



G.H. MORETON LIMITED**NOTES ON ABBREVIATED FINANCIAL STATEMENTS****31 March 1998****1 Accounting policies****Basis of accounting**

The financial statements have been prepared under the historical cost accounting rules.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

Tangible fixed assets

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Freehold land and buildings	Nil
Plant and machinery	20% reducing balance
Motor vehicles	20% reducing balance
Fixtures and fittings	20% reducing balance

Leases and hire purchase contracts

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of the lease in such a way as to give a reasonably constant charge on the outstanding liability.

Rentals paid under operating leases are charged to income as incurred.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis.

Net realisable value is based on estimated selling price less the estimated cost of disposal.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

G.H. MORETON LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 March 1998

2 Fixed assets

	Tangible fixed assets £
Cost	
1 April 1997	778,454
Additions	189,000
Disposals	(6,654)
31 March 1998	<u>960,800</u>
Depreciation	
1 April 1997	419,517
Charge for year	64,521
Disposals	(4,610)
31 March 1998	<u>479,428</u>
Net book amount	
31 March 1998	<u>481,372</u>
1 April 1997	<u>358,937</u>

3 Creditors:

	1998 £	1997 £
Creditors include the following amounts:		
Amounts falling due after more than five years:		
Obligations under finance leases and hire purchase contracts	<u>-</u>	<u>10,990</u>
Secured creditors	<u>381,562</u>	<u>220,052</u>

The bank overdrafts are secured by a legal charge over the freehold land and buildings at East Side of Sully Moors Road, Barry. Obligations under finance lease and hire purchase contracts are secured on the assets to which they relate.

4 Called up share capital

	1998		1997	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>
Allotted called up and fully paid				
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

K Kahn
T Thomas
S Shankland