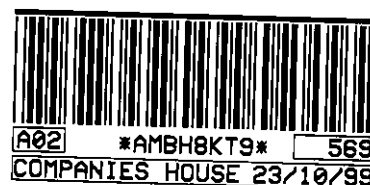


**LANGLEY MECHANICAL
SERVICES LIMITED**

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED

31 DECEMBER 1998



LANGLEY MECHANICAL SERVICES LIMITED

ABBREVIATED ACCOUNTS

For the year ended 31 December 1998

Company registration number: 1536708

Registered office: Langley Bridge Trading Estate
Derby Road
Eastwood
Nottingham
NG16 3RZ

Directors: Mr S A Quigley
Mr A J Whysall
Mrs S Whysall
Mr W E Sweet
Mr M E Whysall
Mrs K B Whysall

Secretary: Mr A J Whysall

Bankers: Barclays Bank PLC
PO Box 18
Old Market Square
Nottingham
NG1 6FF

Solicitors: Robinsons
3 - 5 Munday Street
Heanor
Derbyshire

Auditors: Grant Thornton
Registered auditors
Chartered accountants
30 Hounds Gate
Nottingham
NG1 7DH

LANGLEY MECHANICAL SERVICES LIMITED

ABBREVIATED ACCOUNTS

For the year ended 31 December 1998

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**REPORT OF THE AUDITORS TO LANGLEY MECHANICAL SERVICES LIMITED UNDER
SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages 2 to 4 together with the full financial statements of Langley Mechanical Services Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1998.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with the provisions of 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 to the registrar of companies abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act and whether the abbreviated accounts have been properly prepared in accordance with those provisions.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts have been properly prepared from those financial statements. 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 accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 have been properly prepared in accordance with those provisions.



**GRANT THORNTON
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS**

NOTTINGHAM
21 October 1999

LANGLEY MECHANICAL SERVICES LIMITED

PRINCIPAL ACCOUNTING POLICIES

BASIS OF PREPARATION

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost convention except that certain items of plant and equipment are shown at their revalued amounts.

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

DEPRECIATION

Depreciation is calculated to write down the cost or valuation less estimated residual value of all tangible fixed assets by equal annual instalments over their expected useful lives. The periods generally applicable are:

Plant and equipment	10 years
Motor vehicles	4 years
Fixtures and fittings	5 years
Office equipment	5 years

The directors, in the light of company and industry experience, have reassessed the remaining useful economic lives of plant and equipment at 1 January 1998 and depreciation from that date is based on revised asset lives. Additions to plant and equipment for the year ended 31 December 1998 have been depreciated on the basis of an estimated useful economic life of 10 years.

LANGLEY MECHANICAL SERVICES LIMITED

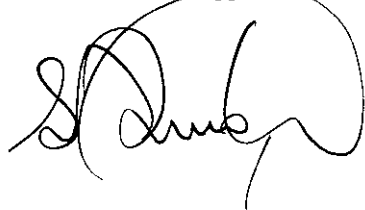
ABBREVIATED BALANCE SHEET AT 31 DECEMBER 1998

	Note	1998 £	1998 £	1997 £	1997 £
Fixed assets					
Intangible assets	1		4,236		5,631
Tangible assets	1		839,721		887,476
Investments	1		589		500
			<u>844,546</u>		<u>893,607</u>
Current assets					
Stocks		88,384		74,899	
Debtors		384,424		226,623	
Cash at bank and in hand		2,014		159,816	
		<u>474,822</u>		<u>461,338</u>	
Creditors: amounts falling due within one year	2	(616,258)		(622,643)	
Net current liabilities			<u>(141,436)</u>		<u>(161,305)</u>
Total assets less current liabilities			<u>703,110</u>		<u>732,302</u>
Creditors: amounts falling due after more than one year	2		(299,789)		(423,150)
Provisions for liabilities and charges			<u>(40,792)</u>		<u>(45,090)</u>
			<u>362,529</u>		<u>264,062</u>
Capital and reserves					
Called up share capital	3		25,000		25,000
Revaluation reserve			4,236		7,025
Profit and loss account			333,293		232,037
			<u>362,529</u>		<u>264,062</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated accounts were approved by the Board of Directors on 21 October 1999.

S A Quigley



A J Whysall



The accompanying accounting policies and notes form an integral part of these abbreviated accounts.

LANGLEY MECHANICAL SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

For the year ended 31 December 1998

1 FIXED ASSETS

	Intangible assets £	Tangible fixed assets £	Investments £	Total £
Cost or valuation				
At 1 January 1998	14,000	1,635,398	500	1,649,898
Additions	-	185,067	89	185,156
Disposals	-	(202,447)	-	(202,447)
At 31 December 1998	14,000	1,618,018	589	1,632,607
Depreciation and amortisation				
At 1 January 1998	8,369	747,922	-	756,291
Charge for the year	1,395	153,944	-	155,339
Eliminated on disposals	-	(123,569)	-	(123,569)
At 31 December 1998	9,764	778,297	-	788,061
Net book amount at 31 December 1998	4,236	839,721	589	844,546
Net book amount at 31 December 1997	5,631	887,476	500	893,607

2 CREDITORS

Amounts due under hire purchase agreements included in creditors totalled £536,359 (1997: £658,783). Certain of the hire purchase agreements are secured by a fixed charge over related customer leasing agreements and hire income in the event of a default on repayments.

3 SHARE CAPITAL

	1998 £	1997 £
Authorised		
25,000 ordinary shares of £1 each	25,000	25,000
Allotted, called up and fully paid		
25,000 ordinary shares of £1 each	25,000	25,000