

AMENDING ACCOUNTS

CLIFTON CONTRACTS (HARWICH) LIMITED

FINANCIAL STATEMENTS

30TH APRIL 1997

(REVISED ACCOUNTS)



FISK AND CO.
Chartered Certified Accountants
and Registered Auditors,
11, Butter Market,
Ipswich,
Suffolk,
IP1 1BQ.

CLIFTON CONTRACTS (HARWICH) LIMITED

INDEX TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH APRIL 1997

DIRECTORS:	E. Clifton P.D. Finnigan
SECRETARY:	P.D. Finnigan
REGISTERED OFFICE:	39, Stour Road, Harwich, Essex, CO12 3HR.
REGISTERED NUMBER:	2209708

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1. - Directors' Report
2. - Auditors' Report to the Members
3. - Profit and Loss Account
4. - Balance Sheet

Appendices:

- (i) - Notes to the Accounts

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The following do not form part of the statutory accounts:

- (ii) - Trading and Profit and Loss Account
- (iii) - Analysis of Administrative Expenses

CLIFTON CONTRACTS (HARWICH) LIMITED

DIRECTORS' REPORT
FOR THE YEAR ENDED 30TH APRIL 1997

The directors present their report and the financial statements of the company for the year ended 30th April 1997.

STATEMENT OF DIRECTORS' RESPONSIBILITIES:

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PRINCIPAL ACTIVITY:

The company's principal activity continues to be that of building contracting.

DIRECTORS:

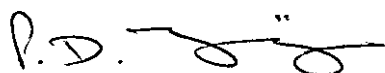
The directors in office during the year and their beneficial interests in the issued share capital of the company were as follows:-

	Number of shares	
	30th April 1997	30th April 1996
E. Clifton	-	-
P.D. Finnigan	-	-

AUDITORS:

The auditors are deemed to be reappointed in accordance with section 386 of the Companies Act 1985 by virtue of an elective resolution passed by the members on 17th March 1992.

This report, which has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, was approved by the board and signed by its order.



P.D. Finnigan
Secretary.

...30/4/98....
Date

AUDITORS' REPORT TO THE SHAREHOLDERS OF
CLIFTON CONTRACTS (HARWICH) LIMITED

We have audited the financial statements on pages 3 and 4 and in Appendix (i) which have been prepared under the historical cost convention and the accounting policies set out in Appendix (i).

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS:

As described in on page 1 the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION:

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION:

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30th April 1997 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

FISK AND CO.

Chartered Certified Accountants
and Registered Auditors,

11, Butter Market,
Ipswich,
Suffolk,
IP1 1BQ.

C.C. Fisk & Co.

...30/4/98.....

Date

CLIFTON CONTRACTS (HARWICH) LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH APRIL 1997

	Notes	1997	1996
TURNOVER	1/2	561,319	864,777
COST OF SALES		(427,126)	(685,679)
		-----	-----
GROSS PROFIT		134,193	179,098
Administrative expenses		(80,917)	(110,110)
		-----	-----
		(80,917)	(110,110)
		-----	-----
OPERATING PROFIT	3	53,276	68,988
Interest receivable		1,200	703
Interest payable	4	(353)	(59)
		-----	-----
		847	644
		-----	-----
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		54,123	69,632
Tax on ordinary activities	5	2,037	(34,855)
		-----	-----
RETAINED PROFIT FOR THE YEAR		56,160	34,777
Retained profit brought forward		80,474	45,697
		-----	-----
RETAINED PROFIT CARRIED FORWARD		#136,634	# 80,474
		=====	=====

There were no recognised gains or losses for 1996 or 1997 other than those included in the Profit and Loss Account.

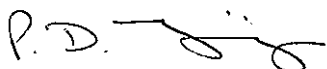
The note in Appendix (i) form part of these financial statements.

CLIFTON CONTRACTS (HARWICH) LIMITED

BALANCE SHEET
AS AT 30TH APRIL 1997

	Notes	1997	1996
FIXED ASSETS			
Intangible assets	6	-	1,000
Tangible assets	7	23,450	22,337
		-----	-----
		23,450	23,337
CURRENT ASSETS			
Debtors	8	343,313	1,898
Investments		5,000	5,000
Cash at bank and in hand		250	269,293
		-----	-----
		348,563	276,191
CREDITORS-amounts falling due within one year	9	(235,279)	(218,954)
		-----	-----
NET CURRENT ASSETS		113,284	57,237
		-----	-----
NET ASSETS		#136,734	# 80,574
		=====	=====
CAPITAL AND RESERVES			
Called up share capital	10	100	100
Profit and loss account		136,634	80,474
		-----	-----
SHAREHOLDERS' FUNDS	11	#136,734	# 80,574
		=====	=====

The financial statements, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the board and signed on its behalf.



P.D. Finnigan
Director

.....30/4/98.....

Date

The note in Appendix (i) form part of these financial statements.

CLIFTON CONTRACTS (HARWICH) LIMITED

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH APRIL 1997

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements:

The financial statements are prepared under the historical cost convention and include the results of the company's operations which are described in the Directors' Report and all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover:

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation:

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant and machinery	-	15% per annum on reducing balance
Motor vehicles	-	25% per annum on reducing balance

1.4 Operating leases:

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.5 Deferred taxation:

Provision is made under the liability method for taxation deferred by material timing differences only where the directors believe that these will be reversed in the foreseeable future.

2. TURNOVER

The turnover and pre-tax profit are wholly attributable to the Company's main activity. All arose in the United Kingdom.

CLIFTON CONTRACTS (HARWICH) LIMITED

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH APRIL 1997

3.	OPERATING PROFIT	1997	1996
	This is stated after charging (crediting):-	#	#
	Depreciation of tangible fixed assets		
	- owned by the company	5,685	6,004
	Operating lease rentals		
	- plant and machinery	55,372	33,098
	Reporting accountants' remuneration	500	2,050
	Auditors' remuneration	250	-
	Directors' emoluments	9,620	9,620
	Adjustment on disposal of fixed assets	(1,280)	-
		=====	=====
4.	INTEREST PAYABLE	1997	1996
	On borrowings repayable within 5 years:		
	Bank loans and overdrafts	126	59
	Penalties, fines and late payment interest	227	-
		-----	-----
		# 353	# 59
		=====	=====
5.	TAXATION	1997	1996
	Current corporation tax	15,085	34,855
	Prior years' corporation tax	(17,122)	-
		-----	-----
		# (2,037)	# 34,855
		=====	=====

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CLIFTON CONTRACTS (HARWICH) LIMITED

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH APRIL 1997

6. INTANGIBLE FIXED ASSETS

	Goodwill	Patents	Total
Cost:			
1st May 1996	1,000	-	1,000
Disposals	(1,000)	-	(1,000)
	-----	-----	-----
30th April 1997	-	-	-
	-----	-----	-----
Amortisation:			
Charge for year	1,000	-	1,000
Disposals	(1,000)	-	(1,000)
	-----	-----	-----
30th April 1997	-	-	-
	-----	-----	-----
Net book value:			
30th April 1997	# -	# -	# -
	=====	=====	=====
30th April 1996	# 1,000	# -	# 1,000
	=====	=====	=====

7. TANGIBLE FIXED ASSETS

	Land and buildings	Plant and equipment	Motor vehicles	Total
Cost:				
1st May 1996	-	26,177	26,294	52,471
Additions	-	6,798	-	6,798
	-----	-----	-----	-----
30th April 1997	-	32,975	26,294	59,269
	-----	-----	-----	-----
Depreciation:				
1st May 1996	-	16,992	13,142	30,134
Charge for year	-	2,397	3,288	5,685
	-----	-----	-----	-----
30th April 1997	-	19,389	16,430	35,819
	-----	-----	-----	-----
Net book value:				
30th April 1997	# -	# 13,586	# 9,864	# 23,450
	=====	=====	=====	=====
30th April 1996	# -	# 9,185	# 13,152	# 22,337
	=====	=====	=====	=====

CLIFTON CONTRACTS (HARWICH) LIMITED

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH APRIL 1997

8.	DEBTORS	1997	1996
	Trade debtors	-	693
	Amounts owed by related companies	343,313	-
	Other debtors	-	1,205
		-----	-----
		#343,313	# 1,898
		=====	=====
9.	CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR	1997	1996
	Bank loans and overdrafts	45,991	776
	Trade creditors	30,516	41,536
	Amounts owed to related companies	85,710	18,301
	Other creditors	335	60,000
	Directors' current accounts	5,257	1,494
	Corporation tax	18,386	41,001
	Other taxes and social security costs	48,334	51,746
	Accruals	750	4,100
		-----	-----
		#235,279	#218,954
		=====	=====
10.	SHARE CAPITAL	1997	1996
	Authorised share capital:		
	100 ordinary shares of #1 each	100	100
		-----	-----
		# 100	# 100
		=====	=====
	Allotted, issued and fully paid:		
	100 ordinary shares of #1 each	100	100
		-----	-----
		# 100	# 100
		=====	=====
11.	MOVEMENT ON SHAREHOLDERS' FUNDS	1997	1996
	Profit for the year	56,160	34,777
	Opening shareholders' funds	80,574	45,797
		-----	-----
	Closing shareholders' funds	#136,734	# 80,574
		=====	=====

Appendix (ii)

CLIFTON CONTRACTS (HARWICH) LIMITED

TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH APRIL 1997

		1997		1996
SALES		561,319		864,777
COST OF SALES				
Opening stocks	-		22,166	
Purchases	304,203		464,550	
Direct costs	-		5,164	
Plant hire	54,662		33,098	
Direct labour	20,970		14,991	
Social security costs	1,602		1,643	
Subcontractors	45,689		144,067	
	-----		-----	
		(427,126)		(685,679)
		-----		-----
GROSS PROFIT	23.9%	134,193	20.7%	179,098
ADMINISTRATION - Appendix(iii)				
Employment	10,293		10,341	
General and Selling	65,219		93,765	
Financial	353		59	
Depreciation	5,405		6,004	
	-----		-----	
		(81,270)		(110,169)
		-----		-----
TRADING PROFIT		52,923		68,929
OTHER INCOME				
Bank interest - gross	1,200		703	
	-----		-----	
		1,200		703
		-----		-----
NET PROFIT FOR THE YEAR		# 54,123		# 69,632
		=====		=====

CLIFTON CONTRACTS (HARWICH) LIMITED

ADMINISTRATIVE EXPENSES
FOR THE YEAR ENDED 30TH APRIL 1997

		1997 #		1996 #
Employment:				
Directors' remuneration	9,620		9,620	
Social security costs	673		721	
	-----	10,293	-----	10,341
		=====		=====
General and Selling:				
Telephone	4,565		3,833	
Computer costs	398		-	
Printing, postage and stationery	1,179		485	
Advertising	1,261		199	
Promotions	3,145		-	
Motor fuel and other expenses	3,838		10,999	
Motor tax and insurance	1,971		-	
Motor repairs	4,548		-	
Hire of equipment	710		-	
Equipment repairs and maintenance	3,246		-	
Travel and accommodation	1,019		-	
Entertaining	252		-	
Accountancy	500		2,050	
Audit fees	250		-	
Legal and professional fees	33,542		-	
General insurance	2,277		3,817	
Bank charges	1,077		587	
Management Charges	-		70,000	
Sundry expenses	1,096		1,795	
Working clothes	191		-	
Donations and gifts	145		-	
Refreshments	9		-	
	-----	65,219	-----	93,765
		=====		=====
Financial:				
Short term bank interest	126		59	
Penalties and late payment interest	227		-	
	-----	353	-----	59
		=====		=====