COMPANY REGISTRATION NUMBER 2615521

ENVIROWASTE LIMITED

ABBREVIATED FINANCIAL STATEMENTS

31ST AUGUST 1998

STARR & CO.
Chartered Accountants & Registered Auditors
76 Wellington Road South
Stockport
Cheshire
SK1 3SU

A48 *A2GL5G42* 3
COMPANIES HOUSE 07/05/99

ENVIROWASTE LIMITED

ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31ST AUGUST 1998

CONTENTS PAGE

Auditors' report to the company	1
Abbreviated balance sheet	2
Notes to the abbreviated financial statements	3

ENVIROWASTE LIMITED

AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5, together with the financial statements of the company for the year ended 31st August 1998 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

The directors are responsible for preparing the abbreviated accounts 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 accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the 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 Act, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

STARR & CO.
Chartered Accountants
& Registered Auditors

76 Wellington Road South
Stockport
Cheshire
SK1 3SU

27/4 1999

ENVIROWASTE LIMITED

ABBREVIATED BALANCE SHEET

31ST AUGUST 1998

	Note	1998 £	1998 £	1997 £	1997 £
FIXED ASSETS	2				
Intangible assets			77,356		85,816
Tangible assets			495,177		636,887
			572,533		722,703
CURRENT ASSETS					
Stocks		6,911		7,819	
Debtors		209,234		297,476	
Cash at bank and in hand		100		1,277	
		216,245		306,572	
CREDITORS: Amounts falling due within one year	3	(501,413)		(653,661)	
NET CURRENT LIABILITIES			(285,168)		(347,089)
TOTAL ASSETS LESS CURRENT LIABILITIES			287,365		375,614
CREDITORS: Amounts falling due after more than one year			(169,751)		(194,983)
			117,614		180,631
CAPITAL AND RESERVES					
Called-up equity share capital	4		1,000		1,000
Profit and loss account			116,614		179,631
SHAREHOLDERS' FUNDS			117,614		180,631

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

These financial statements were approved and signed by the director on 27.04.1999.

.....

MR. F. TAYLOR

ENVIROWASTE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31ST AUGUST 1998

1. ACCOUNTING POLICIES

Basis of accounting
The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities.

Cash flow statement
The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirements to prepare such a statement under Financial Reporting Standard 1 "Cash Flow Statements".

Turnover
The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Amortisation
Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill	-	15 years straight line

Depreciation
Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant & Machinery	-	15% reducing balance
Fixtures & Fittings	-	15% reducing balance
Motor Vehicles	-	25% reducing balance

Stocks
Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Hire purchase agreements
Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account.

Finance lease agreements
Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included with creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account, and the capital element which reduces the outstanding obligation for future instalments.

Pension costs
The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account

ENVIROWASTE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31ST AUGUST 1998

1. ACCOUNTING POLICIES *(continued)*

Deferred taxation
Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

2. FIXED ASSETS

	Intangible Assets £	Tangible Fixed Assets £	Total £
COST			
At 1st September 1997	126,755	1,173,088	1,299,843
Additions	-	199,303	199,303
Disposals	-	(322,202)	(322,202)
At 31st August 1998	126,755	1,050,189	1,176,944
DEPRECIATION			
At 1st September 1997	40,939	536,201	577,140
Charge for year	8,460	168,669	177,129
On disposals	-	(149,858)	(149,858)
At 31st August 1998	49,399	555,012	604,411
NET BOOK VALUE			
At 31st August 1998	77,356	495,177	572,533
At 31st August 1997	85,816	636,887	722,703

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	1998 £	1997 £
Bank loans and overdrafts	112,088	166,651

ENVIROWASTE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31ST AUGUST 1998

4. SHARE CAPITAL

Authorised share capital:

	1998 £	1997 £
100,000 Ordinary shares of £1 each	100,000	100,000

Allotted, called up and fully paid:

	1998 £	1997 £
Ordinary share capital	1,000	1,000