

LEMON STEEL SERVICES LIMITED
ABBREVIATED FINANCIAL STATEMENTS

31ST MARCH 1997

Registered number: 2615708

BLAND REYNOLDS
CHARTERED CERTIFIED ACCOUNTANTS



LEMON STEEL SERVICES LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31st March 1997

CONTENTS

	Page
Auditors' report	1
Abbreviated balance sheet	2
Notes on abbreviated financial statements	3 & 4

LEMON STEEL SERVICES LIMITED

**Auditors' report to
Lemon Steel Services Limited
under section 247B to 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 31st March 1997 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

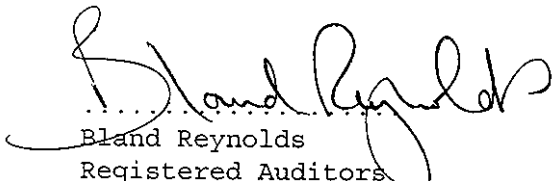
The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with 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 are properly prepared in accordance with those provisions.


.....
Bland Reynolds
Registered Auditors
Chartered Certified Accountants
Cumberland House
24-28 Baxter Avenue
Southend on Sea
Essex SS2 6HZ

.....2-1-1998

LEMON STEEL SERVICES LIMITED

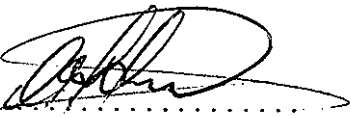
ABBREVIATED BALANCE SHEET

at 31st March 1997

	Note	1997		1996	
		£	£	£	£
Fixed assets					
Tangible assets	2	146,562		128,919	
Current assets					
Stocks		10,663		9,398	
Debtors		235,105		167,274	
Cash at bank and in hand		12,921		46,551	
		<u>258,689</u>		<u>223,223</u>	
Creditors: amounts falling due within one year		(210,557)		(184,933)	
Net current assets		<u>48,132</u>		<u>38,290</u>	
Total assets less current liabilities		<u>194,694</u>		<u>167,209</u>	
Creditors: amounts falling due after more than one year	3	(19,447)		(5,457)	
		<u>175,247</u>		<u>161,752</u>	
Capital and reserves					
Called up share capital	4	2		2	
Profit and loss account		175,245		161,750	
Total shareholders' funds		<u>175,247</u>		<u>161,752</u>	

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 ...23-12-1997 and signed on its behalf by:



Mr. R.J. Innis
Director

LEMON STEEL SERVICES LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st March 1997

1 Accounting policies

Basis of accounting

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

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

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.

Depreciation

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	nil
Freehold buildings	nil
Plant and machinery	15% p.a. (reducing balance method)
Motor vehicles	25% p.a. (reducing balance method)

The company's freehold property is regularly maintained by the company. As a result the directors are of the opinion that the residual value of the freehold property is not materially different from its original cost and hence any depreciation charge would not be material.

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 and work in progress

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. The cost of work in progress and finished goods includes all production overheads and depreciation and the attributable proportion of indirect overheads based on the normal level of activity. Net realisable value is based on estimated selling price less the estimated cost of disposal.

Pension costs

Pension costs are charged to the profit and loss account in the year in which they fall due, in respect of contributions under a self administered defined contribution scheme.

LEMON STEEL SERVICES LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st March 1997

2 Fixed assets

	Tangible fixed assets £
Cost	
1st April 1996	146,158
Additions	36,343
Disposals	(9,123)
31st March 1997	<u>173,378</u>
Depreciation	
1st April 1996	17,239
Charge for year	14,852
Disposals	(5,275)
31st March 1997	<u>26,816</u>
Net book amount	
31st March 1997	<u><u>146,562</u></u>
1st April 1996	<u><u>128,919</u></u>

3 Creditors: amounts falling due after more than one year

	1997 £	1996 £
Other creditors	<u>19,447</u>	<u>5,457</u>
	<u><u>19,447</u></u>	<u><u>5,457</u></u>

The debt is due to be repaid between one to five years

4 Called up share capital

	1997		1996	
	Number of shares	£	Number of shares	£
Authorised share capital	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>
Allotted called up and fully paid Ordinary equity shares of £1 each	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>