

LEMON STEEL SERVICES LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 1998

Registered number: 2615708

BLAND REYNOLDS
CHARTERED CERTIFIED ACCOUNTANTS
Southend on Sea



LEMON STEEL SERVICES LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31st March 1998

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LEMON STEEL SERVICES LIMITED

**Auditor's report to
Lemon Steel Services 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 31st March 1998 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

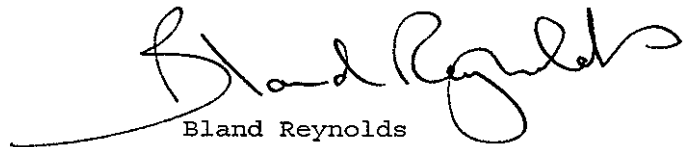
The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with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



Bland Reynolds
Registered Auditors
Chartered Certified Accountants
Southend on Sea

..11.12.98 1998

LEMON STEEL SERVICES LIMITED

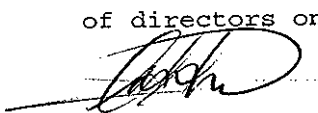
ABBREVIATED BALANCE SHEET

at 31st March 1998

	Note	1998 £	1997 £
Fixed assets			
Tangible assets	2	49,082	146,562
Current assets			
Stocks		9,612	10,663
Debtors		156,106	235,105
Cash at bank and in hand		149,629	12,921
		<u>315,347</u>	<u>258,689</u>
Creditors: amounts falling due within one year		<u>(136,677)</u>	<u>(210,557)</u>
Net current assets		<u>178,670</u>	<u>48,132</u>
Total assets less current liabilities		<u>227,752</u>	<u>194,694</u>
Creditors: amounts falling due after more than one year		<u>(11,815)</u>	<u>(19,447)</u>
		<u>215,937</u>	<u>175,247</u>
Capital and reserves			
Called up share capital	3	2	2
Profit and loss account		<u>215,935</u>	<u>175,245</u>
Total shareholders' funds		<u>215,937</u>	<u>175,247</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 10/12/98. 1998 and signed on its behalf by:



Mr. R.J. Innis
Chairman

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

for the year ended 31st March 1998

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 as conferred by Financial Reporting Standard No. 1 (Revised 1996) 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)

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

for the year ended 31st March 1998

2 Fixed assets

	Tangible fixed assets £
Cost	
1st April 1997	173,378
Additions	8,114
Disposals	(95,145)
31st March 1998	<u>86,347</u>
Depreciation	
1st April 1997	26,816
Charge for year	12,275
Disposals	(1,826)
31st March 1998	<u>37,265</u>
Net book amount	
31st March 1998	<u><u>49,082</u></u>
1st April 1997	<u><u>146,562</u></u>

3 Called up share capital

	1998		1997	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary 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 share capital	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>