

INDUSTRIAL & MARINE LIFT SERVICES LIMITED

COMPANY REGISTRATION NUMBER 2630521

Full Financial Statements for the Shareholders for the year ended 31 May 2000 were approved by the Board of Directors on 15 September 2000. The Directors have prepared the attached Abbreviated Balance Sheet and Notes for the year ended 31 May 2000 in compliance with section 246(1) of the Companies Act 1985 for filing with the Registrar of Companies.

AUDITORS' REPORT TO INDUSTRIAL & MARINE LIFT SERVICES LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the Abbreviated Accounts set out on pages 2 to 4 together with the Financial Statements of the company for the year ended 31 May 2000 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND 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 to report our opinion to you.

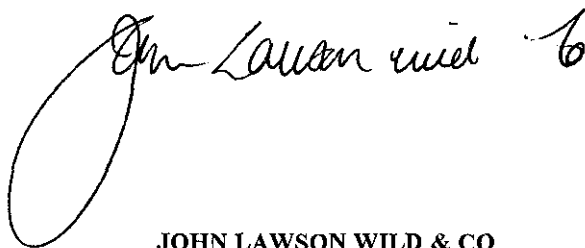
BASIS OF OPINION

We have carried out the procedures we consider necessary to confirm, by reference to the audited 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 Companies Act 1985, and the Abbreviated Accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

Date : 15 September 2000



JOHN LAWSON WILD & CO
Chartered Accountants
Registered Auditors
Cloth Hall, 150 Drake Street, Rochdale, OL16 1PX



INDUSTRIAL & MARINE LIFT SERVICES LIMITED

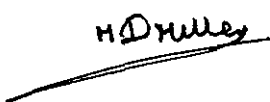
ABBREVIATED BALANCE SHEET AS AT 31 MAY 2000

£	<u>1999</u>		<u>NOTES</u>	<u>2000</u>	£
	£				£
17502		TANGIBLE FIXED ASSETS	1 & 3		23672
		CURRENT ASSETS			
	55800	Stock and Work in Progress	1	120440	
	117006	Debtors (Amounts falling due within one year)		79900	
	5818	Cash at Bank and in Hand		10919	
	<u>178624</u>			<u>211259</u>	
	100760	CREDITORS (Amounts falling due within one year)		<u>124077</u>	
77864		NET CURRENT ASSETS			87182
<u>95366</u>		NET ASSETS			<u>110854</u>
-		CREDITORS (Amounts falling due after one year)			<u>3744</u>
<u>95366</u>					<u>107110</u>
		CAPITAL AND RESERVES			
200		CALLED UP SHARE CAPITAL	2		200
95166		PROFIT AND LOSS ACCOUNT			<u>106910</u>
<u>95366</u>		SHAREHOLDERS' FUND			<u>107110</u>

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

This Abbreviated Balance Sheet should be read in conjunction with the Notes on pages 3 and 4.

Approved by the Board on 15 September 2000


M. MILLES

M. MILLEN

DIRECTOR

INDUSTRIAL & MARINE LIFT SERVICES LIMITED

NOTES TO THE ABBREVIATED BALANCE SHEET AS AT 31 MAY 2000

1. ACCOUNTING POLICIES

Basis of Accounting

The Financial Statements are prepared on the historical cost basis of Accounting, and on the going concern basis. The Company has taken advantage of the exemption afforded to small companies by Financial Reporting Standard 1, and has not prepared a Cash Flow Statement.

Fixed Assets

Fixed Assets are stated in the Balance Sheet at cost less depreciation.

Depreciation on fixed assets is charged at the following rates:—

Leasehold Property Alterations	10%	Straight Line Basis
Plant and Machinery	15%	Reducing Balance Basis
Fixtures and Fittings	15%	Reducing Balance Basis
Machines on Site	25%	Reducing Balance Basis
Motor Vehicles	25%	Reducing Balance Basis

Pension Premiums

Defined Contribution Scheme Premiums are charged to the Profit and Loss Account in the period in which they are paid.

Stock and Work in Progress

Stock and Work in Progress are as valued by the Directors and at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred Taxation

No provision is made at the current rate for taxation in respect of all material timing differences because, in the opinion of the Directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Government Grants

Government grants received toward the cost of capital equipment are deducted from the capital cost of said equipment. Grants received against research and development costs are credited to profit and loss account in the period they are received.

Turnover

Turnover represents the value of goods and services supplied to customers during the year less returns and net of Value Added Tax.

Hire Purchase and Leasing Contracts

Assets held under Hire Purchase Contracts or Finance Leases are capitalised at market value and depreciated as outlined in the fixed asset accounting policy note and the amounts due under the agreement are included in liabilities. Finance charges are written off on a straight line basis over the period of the contract.

Rentals payable under operating leases are charged to the Profit and Loss Account in the period to which they relate.

2. SHARE CAPITAL

	<u>2000</u>	<u>1999</u>
	£	£
Authorised		
1000 Ordinary Shares of £1 each	<u>1000</u>	<u>1000</u>
 Allotted, called up and fully paid		
200 Ordinary Shares of £1 each	<u>200</u>	<u>200</u>

INDUSTRIAL & MARINE LIFT SERVICES LIMITED

NOTES TO THE ABBREVIATED BALANCE SHEET AS AT 31 MAY 2000

3. TANGIBLE FIXED ASSETS

	Leasehold Property Alterations	Plant and Equipment	Office Equipment	Motor Vehicles	Total
	£	£	£	£	£
<u>COST</u>					
As at 1 June 1999	5250	9184	11420	26185	52039
Additions	–	–	2565	9880	12445
As at 31 May 2000	5250	9184	11420	36065	64484
<u>DEPRECIATION</u>					
As at 1 June 1999	1574	6627	5810	20526	34537
Charge for the year	525	639	1226	3885	6275
As at 31 May 2000	2099	7266	7036	24411	40812
<u>NET BOOK VALUE</u>					
As at 31 May 2000	3151	1918	6949	11654	23672
As at 31 May 1999	3676	2557	5610	5659	17502

Motor vehicles with a net book value of £7410 (1999 – £NIL) and depreciation allocated for the year in the sum of £2470 (1999 – £NIL) were held under hire purchase contracts.