

YORKSHIRE SPIN GALVANISING LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 28 FEBRUARY 1995

REGISTERED NUMBER: 2729310

PANNELL KERR FORSTER
Chartered Accountants



YORKSHIRE SPIN GALVANISING LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 28 FEBRUARY 1995

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**AUDITORS' REPORT TO THE DIRECTORS OF
YORKSHIRE SPIN GALVANISING LIMITED**

**PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8
TO THE COMPANIES ACT 1985**

**PANNELL
KERR
FORSTER**
CHARTERED ACCOUNTANTS

We have audited the abbreviated statements on pages 2 to 5 together with the full financial statements of Yorkshire Spin Galvanising Limited for the year ended 28 February 1995. The scope of our work for the purpose of this report was limited to confirming that the company is entitled to the exemptions claimed in the directors' statement on page 2 and that the abbreviated accounts have been properly prepared from the full financial statements.

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act in respect of the year ended 28 February 1995 and the abbreviated accounts on pages 2 to 5 have been properly prepared in accordance with that Schedule.

On 4 October 1995 reported, as auditors of Yorkshire Spin Galvanising Limited, to the shareholders on the full financial statements prepared under section 226 of the Companies Act 1985 for the year ended 28 February 1995 and our report was as follows:-

"We have audited the financial statements on pages 4 to 10 which have been prepared under the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 2 the company's directors are responsible for the preparation of 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.

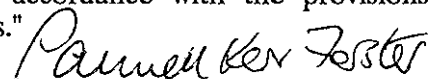
BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards. 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 affairs of the company as at 28 February 1995 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."


PANNELL KERR FORSTER
Chartered Accountants
Registered Auditors

Leeds
4 October 1995

YORKSHIRE SPIN GALVANISING LIMITED

ABBREVIATED BALANCE SHEET

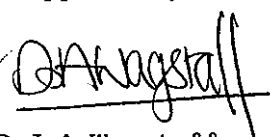
28 FEBRUARY 1995

	<u>Notes</u>	<u>£</u>	<u>1995</u>	<u>£</u>	<u>1994</u>	<u>£</u>
FIXED ASSETS						
Tangible assets	2		199,409		222,609	
CURRENT ASSETS						
Stocks		11,934		20,604		
Debtors		112,722		28,311		
Cash at bank and in hand		158		2		
		<u>124,814</u>		<u>48,917</u>		
CREDITORS						
Amounts falling due within one year	3	185,608		102,809		
NET CURRENT LIABILITIES			<u>(60,794)</u>		<u>(53,892)</u>	
TOTAL ASSETS LESS CURRENT LIABILITIES			138,615		168,717	
CREDITORS						
Amounts falling due after more than one year	3		(174,325)		(247,692)	
NET LIABILITIES			<u>(35,710)</u>		<u>(78,975)</u>	
CAPITAL AND RESERVES						
Called up share capital	4		79,000		79,000	
Profit and loss account			<u>(114,710)</u>		<u>(157,975)</u>	
SHAREHOLDERS' FUNDS			<u>(35,710)</u>		<u>(78,975)</u>	

We have relied on Sections 246 and 247 of the Companies Act 1985 as entitling us to deliver abbreviated accounts on the grounds that the company is entitled to benefit from the exemptions conferred by Part III Section A of Schedule 8 to the Companies Act 1985 as a small company.

On the same grounds, advantage has been taken in the preparation of the financial statements of the special exemptions conferred by Part I of Schedule 8 to that Act.

Approved by the board on 4 October 1995


D J A Wagstaff

Director

YORKSHIRE SPIN GALVANISING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 28 FEBRUARY 1995

1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material.

a) Accounting convention

The financial statements have been prepared under the historical cost convention.

The company had a deficiency of net assets at 28 February 1995 of £35,710 and net current liabilities of £60,794. The losses which were incurred in 1994 related to the start up period of the company, but since then the company has generated adequate turnover to enable it to trade profitably. The company has continued its level of profitability since the year end, and the accounts have therefore been drawn up on a going concern basis.

b) Depreciation

Tangible fixed assets are written off over their estimated useful lives on the following basis:

Plant and machinery	-	10% reducing balance
Furniture and fixtures	-	10% reducing balance
Office equipment	-	25% straight line
Motor vehicles	-	25% straight line

c) Turnover

Turnover represents invoiced sales less allowances, trade discounts and Value Added Tax.

d) Grants

Capital grants are treated as deferred income and amortised in line with the depreciation policy of the assets to which the grant relates.

e) Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is determined on a first-in first-out basis. Net realisable value is based on estimated selling price allowing for all further costs of completion.

YORKSHIRE SPIN GALVANISING LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 28 FEBRUARY 1995

2. FIXED ASSETS - TANGIBLE

The movement during the year was as follows:-

	<u>Total</u> £
<u>Cost</u>	
At 1 March 1994	231,263
Additions	6,009
Disposals	<u>(7,887)</u>
At 28 February 1995	<u>229,385</u>
 <u>Accumulated depreciation</u>	
At 1 March 1994	8,654
Charge for year	23,650
Disposals	<u>(2,328)</u>
At 28 February 1995	<u>29,976</u>
 <u>Net book amount</u>	
At 28 February 1995	<u>199,409</u>
 At 28 February 1994	<u>222,609</u>

3. CREDITORS

	<u>1995</u> £	<u>1994</u> £
Amounts falling due within one year:		
Bank overdraft	24,776	30,881
Loans	52,917	-
Obligations under hire purchase contracts	1,644	3,433
Other creditors	<u>106,271</u>	<u>68,495</u>
	<u>185,608</u>	<u>102,809</u>
 Amounts falling due after more than one year:		
Loans	140,833	215,000
Obligations under hire purchase contracts	1,767	6,442
Other creditors	<u>31,725</u>	<u>26,250</u>
	<u>174,325</u>	<u>247,692</u>

Loans falling due over five years amounted to £nil (1994 : £18,333).

YORKSHIRE SPIN GALVANISING LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 28 FEBRUARY 1995

3. CREDITORS (continued)

The bank overdraft and loans are secured.

The obligations under hire purchase contracts are secured by the assets to which they relate.

4. CALLED UP SHARE CAPITAL

Details of the company's share capital during the year were as follows:-

	Preference <u>Shares</u> (non-equity)	Preferred Ordinary <u>Shares</u> (non-equity)	Ordinary <u>Shares</u> (equity)	<u>Total</u>
Authorised, allotted, called up and fully paid shares of £1 each	<u>50,000</u>	<u>5,000</u>	<u>24,000</u>	<u>79,000</u>

The shares of the company are subject to complex terms set out in the Articles of Association, of which the principal items are as follows:-

The Preference Shares are cumulative, convertible, redeemable preference shares. They may be redeemed at a premium of £2 per share by the company before September 1996, or by the shareholders in three annual instalments commencing in August 1996.

The Preferred Ordinary Shares are cumulative, convertible, participating, preferred ordinary shares.