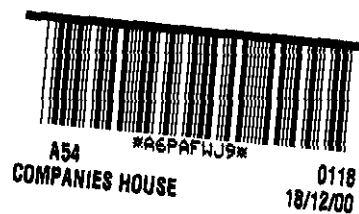


**YORKSHIRE SPIN
GALVANISING LIMITED**

**ABBREVIATED ACCOUNTS
YEAR ENDED 29 FEBRUARY 2000**



PANNELL KERR FORSTER

YORKSHIRE SPIN GALVANISING LIMITED

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**AUDITORS' REPORT TO
YORKSHIRE SPIN GALVANISING LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages 2 to 5 together with the financial statements of the company for the year ended 29 February 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 and whether the accounts 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 accounts and that the abbreviated accounts 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 5 are properly prepared in accordance with those provisions.



PANNELL KERR FORSTER

Registered Auditors

Leeds

5 June 2000

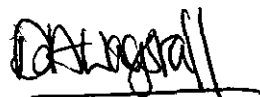
YORKSHIRE SPIN GALVANISING LIMITED
ABBREVIATED BALANCE SHEET
29 FEBRUARY 2000

	Notes	2000 £	1999 £
FIXED ASSETS			
Tangible	2	807,067	872,080
CURRENT ASSETS			
Stocks		89,176	82,421
Debtors		214,241	354,804
Cash at bank and in hand		113,523	33,380
		<u>416,940</u>	<u>470,605</u>
CREDITORS: amounts falling due within one year	3	(287,725)	(308,543)
NET CURRENT ASSETS		<u>129,215</u>	<u>162,062</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>936,282</u>	<u>1,034,142</u>
CREDITORS: amounts falling due after more than one year	3	(307,000)	(416,937)
PROVISIONS FOR LIABILITIES AND CHARGES		<u>(90,143)</u>	<u>(105,969)</u>
NET ASSETS		<u><u>539,139</u></u>	<u><u>511,236</u></u>
CAPITAL AND RESERVES			
Called up share capital	4	276,970	276,970
Other reserves		2,030	2,030
Profit and loss account		260,139	232,236
SHAREHOLDERS' FUNDS		<u><u>539,139</u></u>	<u><u>511,236</u></u>

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

The abbreviated accounts were approved by the board on 2 June 2000

Signed on behalf of the board of directors



D J A Wagstaff Director

YORKSHIRE SPIN GALVANISING LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 29 FEBRUARY 2000

1 ACCOUNTING POLICIES

(a) Basis of preparation of financial statements

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

(b) Turnover

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

(c) Tangible fixed assets and depreciation

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

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

(d) Finance and operating leases

Assets acquired under finance leases and hire purchase contracts are treated as tangible fixed assets and depreciation is provided accordingly. The value of future rentals is shown as a liability and the interest element of rental obligations is charged to the profit and loss account over the period of the lease.

Operating lease rentals are charged in the profit and loss account on a straight line basis over the lease term.

(e) Stocks and work in progress

Stocks and work in progress 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.

(f) Grants

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

(g) Deferred taxation

Provision is made for deferred tax using the liability method to the extent that it is probable that a liability will crystallise.

YORKSHIRE SPIN GALVANISING LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 29 FEBRUARY 2000

2 TANGIBLE FIXED ASSETS

	£
Cost	
At 1 March 1999	1,068,570
Additions	32,334
At 29 February 2000	1,100,904
Depreciation	
At 1 March 1999	196,490
Charge for year	97,347
At 29 February 2000	293,837
Net book amount	
At 29 February 2000	807,067
At 28 February 1999	872,080

Motor vehicles with a net book value of **£15,231** (1999 - £30,278) included in the above are subject to finance leases and hire purchase agreements. Depreciation charged in the year on those assets amounted to **£8,999** (1999 - £11,406). There is also plant and machinery subject to finance leases and hire purchase agreements with a net book value of **£264,755** (1999 - £294,172) included in the above. Depreciation charged on these assets was **£29,417** (1999 - £29,828).

3 CREDITORS

Included within creditors falling due after more than one year is **£NIL** (1999 - £22,500) in respect of debts not wholly payable within five years of the balance sheet date.

Creditors amounting to **£346,929** (1999 - £445,106) are secured.

YORKSHIRE SPIN GALVANISING LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 29 FEBRUARY 2000

4 SHARE CAPITAL

Shares of £1 each	Authorised £	Allotted, called up and fully paid No.	£
At 1 March 1999 and 29 February 2000			
Ordinary shares	24,000	24,000	24,000
Convertible participating preferred ordinary shares	12,924	12,924	12,924
'A' Redeemable preference shares	200,000	200,000	200,000
'B' Redeemable preference shares	42,076	40,046	40,046
	<u>279,000</u>	<u>276,970</u>	<u>276,970</u>

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

The 'A' preference shares are cumulative redeemable preference shares and are entitled to a dividend of 12% per annum ranking ahead of all other shares. These shares have no voting rights and are due for redemption commencing on 1 June 2002 at a premium of £0.55 per share, in six equal monthly instalments.

The 'B' preference shares are cumulative redeemable preference shares and are entitled to a dividend of 10% per annum ranking behind the 'A' preference shares. These shares have no voting rights and are due for redemption at £3 per share to be paid in three equal annual instalments starting from 1 September 2000.

The convertible participating preferred ordinary shares are entitled to annual dividends ranking behind the 'A' and 'B' preference shares, being the greater of:

- 10% of the subscription price
- 13.5% of the net profit for the financial year
- a dividend per share equal to that of any other share

These shares have voting rights and are available for conversion into ordinary shares at any time at the rate of one preferred share for one ordinary share at the option of the holder.