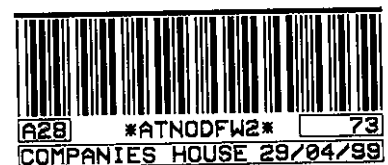

AUTOMOTIVE ENVIRONMENTAL SERVICES LIMITED

**ABBREVIATED ACCOUNTS
FOR THE 16 MONTHS ENDED
31 DECEMBER 1998**



AUTOMOTIVE ENVIRONMENTAL SERVICES LIMITED

ABBREVIATED BALANCE SHEET
As at 31 December 1998

	Note	£	1998 £	£	1997 £
FIXED ASSETS					
Tangible assets	2		168,356		172,969
CURRENT ASSETS					
Debtors		76,285		6,127	
Cash at bank and in hand		104,698		13,793	
		<u>180,983</u>		<u>19,920</u>	
CREDITORS: amounts falling due within one year	3	<u>(103,452)</u>		<u>(56,687)</u>	
NET CURRENT ASSETS/(LIABILITIES)			<u>77,531</u>		<u>(36,767)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>245,887</u>		<u>136,202</u>
CREDITORS: amounts falling due after more than one year	3		<u>(110,222)</u>		<u>(123,645)</u>
NET ASSETS			<u>£ 135,665</u>		<u>£ 12,557</u>
CAPITAL AND RESERVES					
Called up share capital	4		100		100
Profit and loss account			135,565		12,457
SHAREHOLDERS' FUNDS			<u>£ 135,665</u>		<u>£ 12,557</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and no notice requiring an audit has been deposited under section 249B(2) of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 December 1998 and of its profit for the period then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the financial statements so far as applicable to the company.

The financial statements 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 14/4/99 and signed on its behalf.


S Appleyard Director

The notes on pages 2 to 3 form part of these abbreviated accounts.

AUTOMOTIVE ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS For the period ended 31 December 1998

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities and include the results of the company's operations which are described in the Directors' Report.

1.2 Cash Flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard for Smaller Entities.

1.3 Turnover

Turnover comprises the invoiced value of services supplied by the company, exclusive of value added tax.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold buildings	-	2%	straight line per annum
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1.5 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account as incurred.

1.6 Deferred taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

1.7 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the period.

1.8 Lease of assets

The company receives rental income on assets held for use in operating leases. It recognises the rents on a straight line basis and accounts for costs over the life of the lease.

AUTOMOTIVE ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the period ended 31 December 1998

2. TANGIBLE FIXED ASSETS

	£
Cost	
Cost at 1 September 1997 and at 31 December 1998	<u>172,969</u>
Depreciation	
Charge for the period	<u>4,613</u>
At 31 December 1998	<u>4,613</u>
Net Book Value	
At 31 December 1998	<u>£ 168,356</u>
At 31 August 1997	<u>£ 172,969</u>

3. CREDITORS

Creditors include loans not wholly repayable within 5 years as follows:

	1998 £	1997 £
Repayable by instalments falling due:		
- after 5 years	<u>£ 63,199</u>	<u>£ -</u>

Creditors amounting to £121,978 (1997 - £132,645) are secured.

4. CALLED UP SHARE CAPITAL

	1998 £	1997 £
Authorised		
1,000,000 ordinary shares of £1 each	<u>£ 1,000,000</u>	<u>£ 1,000,000</u>
Allotted, called up and fully paid		
100 ordinary shares of £1 each	<u>£ 100</u>	<u>£ 100</u>