

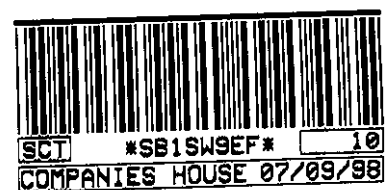
KENTALLEN HOLDINGS LIMITED
ABBREVIATED FINANCIAL STATEMENTS

30 JUNE 1997

Registered number: 153821

KIDSONS IMPEY
CHARTERED ACCOUNTANTS

Glasgow



EAM

KENTALLEN HOLDINGS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 30 June 1997

CONTENTS

	Page
Auditors' report	1
Abbreviated balance sheet	2
Notes on abbreviated financial statements	3

KENTALLEN HOLDINGS LIMITED**Auditors' report to
Kentallen Holdings Limited
under section 247B to the Companies Act 1985**

We have examined the abbreviated financial statements set out on pages 2 to 5, together with the financial statements of the company for the year ended 30 June 1997 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 5 are properly prepared in accordance with those provisions.

Glasgow

3, August 1998



Kidsons Impey
Registered Auditors
Chartered Accountants

KENTALLEN HOLDINGS LIMITED

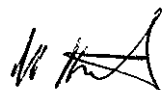
ABBREVIATED BALANCE SHEET

at 30 June 1997

	Note	£	1997 £	£	1996 £
Fixed assets					
Investments	2		370,000		370,000
			<u>370,000</u>		<u>370,000</u>
Current assets					
Debtors		52,009		59,293	
Cash at bank and in hand		31		9,641	
		<u>52,040</u>		<u>68,934</u>	
Creditors: amounts falling due within one year		<u>(27,090)</u>		<u>(41,116)</u>	
Net current assets			<u>24,950</u>		<u>27,818</u>
Total assets less current liabilities			<u>394,950</u>		<u>397,818</u>
Capital and reserves					
Called up share capital	3		400,002		400,002
Profit and loss account			(5,052)		(2,184)
Total shareholders' funds			<u>394,950</u>		<u>397,818</u>
Attributable to					
Equity shareholders			354,950		(2,182)
Non-equity shareholders			40,000		400,000
			<u>394,950</u>		<u>397,818</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 5 were approved by the board of directors on 10 August 1998 and signed on its behalf by:



W. Hamilton
Director

KENTALLEN HOLDINGS LIMITED**NOTES ON ABBREVIATED FINANCIAL STATEMENTS****30 June 1997****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 conferred by Financial Reporting Standard No. 1 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.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Consolidation

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts. The financial statements present the results of the parent company only and do not show the results of the group.

KENTALLEN HOLDINGS LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30 June 1997

2 Fixed assets

	Fixed asset investments £
Cost	
1 July 1996 and 30 June 1997	370,000
Net book amount	
30 June 1997	370,000
1 July 1996	370,000

Company	% Holding	Class of Share	Capital and Reserves £	(Loss) for the year £
Kentallen Mechanical Services Limited	100	Ordinary	193,606	(9,177)
Kentallen Fire Protection Limited	100	Ordinary	74,669	(65,943)

The principal activities of the above subsidiaries during the year were those of mechanical services and the installation of fire protection systems respectively.

KENTALLEN HOLDINGS LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

		30 June 1997			
3	Called up share capital	1997		1996	
		Number of shares	£	Number of shares	£
	Authorised				
	Equity shares				
	Ordinary shares of £1 each	100	100	100	100
	Non-equity shares				
	Preference shares of £1 each	400,000	400,000	400,000	400,000
			400,100		400,100
	Allotted called up and fully paid				
	Equity shares				
	Ordinary shares of £1 each	2	2	2	2
	Non-equity shares				
	Preference shares of £1 each	400,000	400,000	400,000	400,000
			400,002		400,002

Of the issued preference shares, Kentallen Fire Protection Limited holds 40,000 and Kentallen Mechanical Services Limited holds 240,000. These shares have no voting rights attached to them, a 1% non cumulative dividend is payable at the directors' discretion and they are due to be redeemed at par on 30 April 2020.

The remainder of the preference shares have no voting rights attached to them, a 12% non cumulative dividend is payable at the directors' discretion and they are due to be redeemed at par on 31 July 2003.