Registration Number SC170708

Harwoods Cleaning Contractors Ltd

Abbreviated Accounts

for the year ended 31 December 1998



Auditors' Report to Harwoods Cleaning Contractors Ltd
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 Harwoods Cleaning Contractors Ltd for the year ended 31 December 1998. prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing 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 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 in respect of the year ended 31 December 1998, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

Directors' Responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the company and of the profit or loss of the company for that year. In preparing these the directors are required to :

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements based on the going concern basis unless

it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DM Vaughan & Co Ltd

D M Vaughan & Co. Ltd.
Chartered Certified Accountants and
Registered Auditor

10 Gloucester Place
Edinburgh
EH3 6EF

28 October 1999

Harwoods Cleaning Contractors Ltd

Abbreviated Balance Sheet
as at 31 December 1998

	Notes	1998 £	1998 £	1997 £	1997 £
Fixed Assets					
Intangible assets	2		24,000		27,000
Tangible assets	2		51,864		48,440
			75,864		75,440
Current Assets					
Stocks		3,619		7,515	
Debtors		124,811		126,269	
Cash at bank and in hand		888		230	
		129,318		134,014	
Creditors: amounts falling due within one year		(192,762)		(168,493)	
Net Current Liabilities			(63,444)		(34,479)
Total Assets Less Current Liabilities			12,420		40,961
Creditors: amounts falling due after more than one year			(6,680)		(4,796)
Net Assets			5,740		36,165
Capital and Reserves					
Called up share capital	3		2		2
Profit and loss account			5,738		36,163
Shareholders' Funds			5,740		36,165

The abbreviated accounts are 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 28 October 1999 and signed on its behalf by

Marilynne White
Director



The notes on pages 3 to 4 form an integral part of these financial statements.

Notes to the Abbreviated Financial Statements
for the year ended 31 December 1998

1. Accounting Policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention.

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 1997, is being written off in equal annual instalments over its estimated useful economic life of 10 years.

1.4. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Plant and machinery	-	25% on reducing balance
Motor vehicles	-	25% on reducing balance
Improve- ments to property	-	10% on straight line

1.5. Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

1.6. Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

1.7. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

..... continued

2. Fixed assets

	Intangible assets £	Tangible fixed assets £	Total £
Cost			
At 1 January 1998	30,000	56,509	86,509
Additions	-	20,949	20,949
Disposals	-	(1,661)	(1,661)
At 31 December 1998	30,000	75,797	105,797
Depreciation and Provision for diminution in value			
At 1 January 1998	3,000	8,069	11,069
On disposals	-	(415)	(415)
Charge for year	3,000	16,279	19,279
At 31 December 1998	6,000	23,933	29,933
Net book values			
At 31 December 1998	24,000	51,864	75,864
At 31 December 1997	27,000	48,440	75,440

3. Share capital

	1998 £	1997 £
Authorised		
1,000 Ordinary shares of £1 each	1,000	1,000
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	2	2