

AUDITORS' REPORT TO THE DIRECTORS OF

JAMES HARTLEY LIMITED

In our opinion the Directors are entitled by Section 247 to 249 of the Companies Act 1985 to deliver modified financial statements in respect of the period ended 5th March 1988 and, in particular, modified financial statements have been properly prepared in accordance with Schedule 8 to that Act. We are not required to express an audit opinion on the truth and fairness of these modified financial statements.

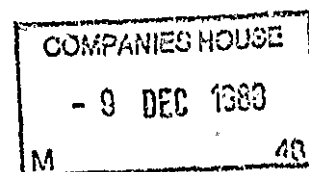
We reported, as auditors of James Hartley Limited, to the members on 18th August 1988 on the Company's financial statements prepared under Section 227 of the Companies Act 1985 for the period ended 5th March 1988 and our audit opinion was as follows :

"We have audited the financial statements on pages 3 to 8 in accordance with approved Auditing Standards.

In our opinion, the financial statements give a true and fair view of the state of the Company's affairs at the 5th March 1988 and of its profit and source and application of funds for the period then ended and have been properly prepared in accordance with the Companies Act 1985."

Walker & Sutcliffe
Chartered Accountants
Huddersfield

18th August 1988



JAMES HARTLEY LIMITED

BALANCE SHEET AS AT 5th MARCH 1988

	<u>Notes</u>	<u>1988</u>	<u>1987</u>
FIXED ASSETS			
Tangible Fixed Assets	22379		13659
Investments	43865	66244	43865
			57524
CURRENT ASSETS			
Stocks	68675		40951
Debtors	237395	-	257097
Cash at Bank and in Hand	14960		6617
	321030		304665
CREDITORS : Amounts falling due within one year	171466		211354
NET CURRENT ASSETS		149564	93311
Total Assets Less Current Liabilities		215808	150835
CREDITORS : Amounts falling due after more than one year		2000	-
		£213808	£150835
CAPITAL AND RESERVES			
Called up Share Capital	2	24000	24000
Profit and Loss Account		189808	126835
		£213808	£150835

In preparing these modified accounts :-

"We have relied upon the exemptions for individual financial statements contained in Section 247 to 249 of the Companies Act 1985 because, under that Act, the Company is entitled to benefit from those exemptions as a small Company".

G.S. Chima
S.S. Khela

G.S. Chima Snr

S.S. Khela

Directors

Approved by the board of Directors on
18th August 1988

JAMES HARTLEY LIMITED

NOTES TO ACCOUNTS AT 5th MARCH 1988

(1) ACCOUNTING POLICIES

- a) The accounts are prepared under the historical cost convention.
- b) Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost of each asset evenly over its expected useful life.

The current rates of depreciation in use are :-

Fixtures and Fittings	15% p.a.
Motor Vehicles	25% p.a.

- c) Stocks are stated at the lower of cost and net realisable value.
- d) Deferred taxation is provided using the liability method on all material timing differences.

(2) CALLED UP SHARE CAPITAL

	<u>Authorised</u>	<u>Allotted Issued and Fully Paid</u>
Ordinary Shares of £1 each	30000	24000

(3) CONTINGENT LIABILITY

The Company has given an unlimited guarantee in favour of the bank in respect of the bank borrowing of Wiltex by Wilson Limited.