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518248

HOW ENGINEERING SERVICES SOUTHERN LIMITED

DIRECTORS' REPORT

AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 1988

1988-89



HOW ENGINEERING SERVICES SOUTHERN LIMITED
(A wholly owned subsidiary of How Engineering Services Limited,
incorporated in England)

REPORT OF THE DIRECTORS

The directors present their annual report and the audited financial statements of the Company for the year ended 31 December 1988.

PRINCIPAL ACTIVITY

The company has not traded during the year and therefore no profit and loss account is presented with this report.

DIRECTORS AND THEIR INTERESTS

The directors at 31 December 1988 were:-

J D Stratton - (Chairman)
A Hogarth

In accordance with the Articles of Association directors are not required to retire by rotation.

The directors hold no shares of the Company.

AUDITORS

Binder Hamlyn changed their name on 12 September 1988 to BDO Binder Hamlyn and have accordingly signed their report in that name. BDO Binder Hamlyn offer themselves for re-appointment in accordance with Section 384(1) Companies Act 1985.

5 May 1989

Commerce House
194/204 Bermondsey Street
London
SE1 3TQ

BY ORDER OF THE BOARD

C S Dixon
Secretary

REPORT OF THE AUDITORS TO THE MEMBERS OF
HOW ENGINEERING SERVICES SOUTHERN LIMITED

We have audited the financial statements set out on pages 3 and 4 in accordance with approved Auditing Standards.

In our opinion the financial statements give a true and fair view of the state of affairs of the Company at 31 December 1988 and comply with the Companies Act 1985.

The Rotunda
150 New Street
Birmingham
B2 4PD

The Rotunda
150 New Street

5 May 1989

BDO BINDER HAMLYN
Chartered Accountants

HOW ENGINEERING SERVICES SOUTHERN LIMITED

BALANCE SHEET AT 31 DECEMBER 1988

	Notes	1988 £	1987 £
CURRENT ASSETS			
Debtors	1	-	636,546
CREDITORS (amounts falling due within one year)	2	(267,342)	(903,888)
NET CURRENT LIABILITIES		£ (267,342) =====	£ (267,342) =====
CAPITAL AND RESERVES			
Called up share capital	3	10,000	10,000
Profit and loss account		(314,993)	(314,993)
Other reserves		37,651	37,651
DEFICIENCY		£ (267,342) =====	£ (267,342) =====

Signed on behalf of the Board

J D Stratton)

)

Directors

A Hogarth)

)

Date of approval 5 May 1989

The notes set out on page 4 form part of these financial statements.

HOW ENGINEERING SERVICES SOUTHERN LIMITED

NOTES TO THE FINANCIAL STATEMENTS

1	DEBTORS	1988	1987
	Corporation tax recoverable	£ - =====	£ 636,546 =====

2 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Amounts owed to Group companies	£ 267,342 =====	£ 903,888 =====
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3 CALLED UP SHARE CAPITAL

Allotted and fully paid 10,000 ordinary shares of £1 each	£10,000 =====	£10,000 =====
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4 CONTINGENT LIABILITIES

The Company has entered into an unlimited multilateral guarantee in respect of the bank borrowings of How Group plc and its subsidiaries, under which the Company had a contingent liability at 31 December 1988 of £11,682,000 (1987 - £3,197,000) relating to the overdrafts of certain companies.

5 ULTIMATE HOLDING COMPANY

The Company's ultimate holding company is How Group plc, incorporated in England.