

A. & E. SQUIRE LIMITED

DIRECTORS:

K. SQUIRE
M.R. SQUIRE
C.E. SQUIRE

SECRETARY:

MRS. D. SIMS

REGISTERED OFFICE:

Bloxwich Road North
Short Heath
Willenhall
West Midlands
WV12 5PX

REGISTERED NUMBER:

0654330 England and Wales

AUDITORS:

Barnett & Co
Chartered Accountants
19-21 New Road
Willenhall
West Midlands
WV13 2BG

REPORT AND ACCOUNTS:

FOR THE YEAR ENDED 31 MARCH 1996

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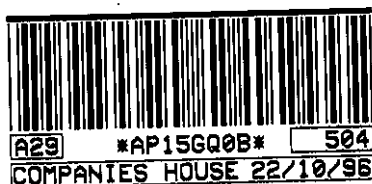
REPORT OF THE AUDITORS

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BALANCE SHEET

3 to 5

NOTES TO THE ACCOUNTS



A. & E. SQUIRE LIMITED

PURSUANT TO SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5 together with the full accounts of A. & E. Squire Limited for the year ended 31 March 1996. The scope of our work for the purposes of this report was limited to confirming that the company is entitled to the exemptions claimed in the Director's Statement on page 2 and that the abbreviated accounts have been properly prepared from the full accounts.

In our opinion the Company is entitled under Section 246 and 247 of the Companies Act 1985 to the exemption conferred by Section A of Part 111 of Schedule 8 to that Act in respect of the year ended 31 March 1996 and the abbreviated accounts have been properly prepared from the full accounts.

On 4 July 1996 we reported as auditors of A. & E. Squire Limited to the shareholders on the full financial statements required by section 226 of the Companies Act 1985 for the year ended 31 March 1996 and our audit report was as follows:

"We have audited the financial statements on pages 4 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of Directors and Auditors

As described on Page 1 the Company's Directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of Opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the Directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the Company's affairs as at 31 March 1996 and of its loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small Companies."



BARNETT & CO

Chartered Accountants and Registered Auditors


19-21 New Road
WILLENHALL
West Midlands
WV13 2BG

4 July 1996


ABBREVIATED BALANCE SHEET
31 March 1996

		<u>1996</u>		<u>1995</u>	
	<u>Note</u>	£	£	£	£
<u>FIXED ASSETS</u>					
Tangible Assets	(3)		98,802		98,273
<u>CURRENT ASSETS</u>					
Stock and Work in Progress		94,166		124,380	
Recoverable Advance Corporation Tax		1,877		-	
Corporation Tax Repayable		5,928		-	
Tools and Patterns		1,249		1,249	
Debtors		47,942		57,616	
Prepayments		2,811		4,182	
Cash in Hand		91		95	
			154,064		187,522
<u>CREDITORS: Amounts falling due within one year</u>			117,959		126,721
<u>NET CURRENT ASSETS</u>			36,105		60,801
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>			134,907		159,074
<u>CREDITORS: Amounts falling due after more than one year</u>			16,928		15,720
			117,979		143,354
<u>PROVISION FOR LIABILITIES AND CHARGES</u>					
Deferred Taxation			336		387
<u>TOTAL NET ASSETS</u>			117,643		142,967
<u>CAPITAL AND RESERVES</u>					
Called Up Share Capital	(2)		24,000		24,000
Profit and Loss Account			93,643		118,967
<u>SHAREHOLDERS FUNDS</u>			117,643		142,967

In preparing these abbreviated accounts, we have relied upon the exemptions for individual accounts provided by Section 246 to 247 of the Companies Act 1985 and have done so on the ground that the Company is entitled to the benefits of those exemptions as a small company.



 K. Squire - Director



 M.R. Squire - Director

APPROVED BY THE BOARD

4 July 1996

The notes on pages 3 to 5 form
 part of these abbreviated accounts

NOTES TO THE ABBREVIATED ACCOUNTS
for the year ended
31 March 1996

1. ACCOUNTING POLICIES

a) Basis of Accounting

The accounts have been prepared under the historical cost convention.

b) Turnover

Turnover represents net invoiced sales of goods, excluding Value Added Tax.

c) Tangible Fixed Assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Motor Vehicles	-	25% on written down value.
Plant and Machinery	-	15% on written down value.
Fixtures, Fittings and Office Equipment	-	15% on written down value.

d) Stocks

Stock and work in progress is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

e) Deferred Taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the Directors, there is reasonable probability that the liability will not arise in the foreseeable future.

f) Leased Assets

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

Assets held under finance leases and hire purchase contracts are capitalised and depreciated over their useful lives. The corresponding lease or hire purchase obligation is treated in the balance sheet as a liability. The interest element of rental obligations is charged to the profit and loss account over the period of the lease at a constant proportion of the outstanding balance of capital repayments.

g) Pension Costs

Contributions in respect of the company's defined contribution pension scheme are charged to the profit and loss account for the year in which they are payable to the scheme.

NOTES TO THE ABBREVIATED ACCOUNTS
for the year ended
31 March 1996

2. CALLED UP SHARE CAPITAL

	<u>1996</u>	<u>1995</u>
	£	£
<u>Authorised</u>		
Preference Shares of £1 Each	10,000	10,000
Ordinary Shares of £1 Each	30,000	30,000
	<u>40,000</u>	<u>40,000</u>
 <u>Allotted, Issued and Fully Paid</u>		
Preference Shares of £1 Each	1,400	1,400
Ordinary Shares of £1 Each	22,600	22,600
	<u>24,000</u>	<u>24,000</u>

3. TANGIBLE FIXED ASSETS

	<u>Motor Vehicles</u>	<u>Plant and Machinery</u>	<u>Fixtures, Fittings & Office Equipment</u>	<u>Total</u>
	£	£	£	£
<u>COST</u>				
Balance as at 1 April 1995	107,348	61,128	7,812	176,288
Additions	46,512	2,144	585	49,241
Disposals	(43,638)	-	-	(43,638)
Balance as at 31 March 1996	<u>110,222</u>	<u>63,272</u>	<u>8,397</u>	<u>181,891</u>
<u>DEPRECIATION</u>				
Balance as at 1 April 1995	36,558	36,434	5,023	78,015
Charge for the year	11,453	4,025	506	15,984
Disposals	(10,910)	-	-	(10,910)
Balance as at 31 March 1996	<u>37,101</u>	<u>40,459</u>	<u>5,529</u>	<u>83,089</u>
<u>NET BOOK VALUES</u>				
At 1 April 1995	<u>70,790</u>	<u>24,694</u>	<u>2,789</u>	<u>98,273</u>
At 31 March 1996	<u>73,121</u>	<u>22,813</u>	<u>2,868</u>	<u>98,802</u>

NOTES TO THE ABBREVIATED ACCOUNTS
for the year ended
31 March 19964. CREDITORS

Creditors include the following:

	<u>1996</u>	<u>1995</u>
	£	£
Bank Overdraft	<u>17,402</u>	<u>22,669</u>

The borrowings are secured by a Debenture in favour of Midland Bank Plc in the Banks standard form.