

TYNE-TEES FILTRATION LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1996



TYNE-TEES FILTRATION LIMITED

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AUDITORS' REPORT TO THE

DIRECTORS OF TYNE-TEES FILTRATION LIMITED

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 4 to 8 together with the accounts of Tyne-Tees Filtration Limited prepared under section 226 of the Companies Act 1985 for the year ended 30th September 1996.

Respective Responsibilities of Directors and Auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 5 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

Basis of Opinion

We have carried out procedures we considered necessary to confirm, by reference to the audited accounts, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those accounts. 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 accounts.

Opinion

In our opinion the company is entitled under Sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Schedule 8 to Part III of that Act, in respect of the year ended 30th September 1996, and the abbreviated accounts have been properly prepared in accordance with that Schedule.

AUDITORS' REPORT TO THE

DIRECTORS OF TYNE-TEES FILTRATION LIMITED

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

Other Information

On 8th January 1997 we reported, as auditors of Tyne-Tees Filtration Limited, to the members on the accounts prepared under section 226 of the Companies Act 1985 for the year ended 30th September 1996, and our audit report was as follows:

We have audited the accounts on pages 4 to 12 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective Responsibilities of Directors and Auditors

As described on page 2 the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts 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 the information in the accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 30th September 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies.



Steggles & Co
Chartered Accountants
and Registered Auditors
11 Peel Street
Farnworth
Bolton
BL4 8AA
Date: 8th January 1997

TYNE-TEES FILTRATION LIMITED

ABBREVIATED BALANCE SHEET

AS AT 30TH SEPTEMBER 1996

	Notes	1996	1995
		£	£
Fixed Assets	2		
Tangible Fixed Assets		562,019	596,490
Current Assets			
Stock and work in progress		402,243	377,774
Debtors and prepayments		528,256	403,700
Cash at bank and in hand		23,470	165
		<u>953,969</u>	<u>781,639</u>
Creditors: Amounts Falling Due Within One Year			
Other amounts		<u>(884,057)</u>	<u>(693,636)</u>
Net Current Assets		<u>69,912</u>	<u>88,003</u>
Total Assets Less Current Liabilities		<u>631,931</u>	<u>684,493</u>
Creditors: Amounts Falling Due After More Than One Year			
Other amounts		(223,507)	(273,821)
Provisions for Liabilities and Charges			
Deferred taxation		<u>(9,843)</u>	<u>(13,622)</u>
		<u>398,581</u>	<u>397,050</u>
Capital and Reserves			
Share capital - equity	3	100,000	100,000
Revaluation reserve		174,433	174,433
Profit and loss account		<u>124,148</u>	<u>122,617</u>
Shareholders' Funds		<u>398,581</u>	<u>397,050</u>

The directors have taken advantage, in the preparation of these accounts, of special exemptions applicable to small companies under Schedule 8 Part I of the Companies Act 1985 on the grounds that, in the opinion of the directors, the company qualifies as a small company and is entitled to make use of the special exemptions.


TYNE-TEES FILTRATION LIMITED

ABBREVIATED BALANCE SHEET

AS AT 30TH SEPTEMBER 1996

In preparing these abbreviated accounts the directors have taken advantage of the exemptions conferred by Schedule 8 Part III A of the Companies Act 1985, and have done so on the grounds that, in their opinion, the company qualifies as a small company and is entitled to make use of the exemptions.

These accounts were approved by the board on 8th January 1997 and signed on its behalf.



Mr I.N. Parry
Director
8th January 1997

TYNE-TEES FILTRATION LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30TH SEPTEMBER 1996

1 Accounting Policies

Basis of Accounting

The Financial Statements have been prepared in accordance with applicable Accounting Standards under the historical cost convention.

The company has taken advantage of the exemptions in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Depreciation

Depreciation is calculated to write down the cost or valuation less estimated residual value of all tangible fixed assets other than freehold land by equal annual instalments over their expected useful lives. The rates and periods generally applicable are:

Freehold properties	2 % per annum
Plant and machinery	10 % per annum
Motor vehicles	20 % per annum
Furniture and equipment	10 % per annum

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost represents materials, direct labour and appropriate production overheads.

The company has an arrangement with a long established overseas supplier that consignment stocks are held in sufficient quantities to service the UK market. At 30th September, 1995 consignment stocks in the sum of £389,833 were held (1995 £411,007). These stocks are not included in the accounts since stock transfer prices charged by the manufacturer are based on their list price at the date of transfer of legal title. There are no penalties or compensation payments on the return \ transfer of stocks and no deposits are paid by Tyne-Tees Filtration Limited.

Deferred Taxation

Deferred tax is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability will crystallise.

TYNE-TEES FILTRATION LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30TH SEPTEMBER 1996

Contribution to Pension Funds

The pension costs charged against profits represent the amount of the contributions payable to the scheme in respect of the accounting period.

Leased Assets

Assets held under finance leases and hire purchase contracts are capitalised in the Balance Sheet and depreciated over their expected useful lives. The interest element of leasing payments is charged to the Profit and Loss Account in equal instalments over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the Profit and Loss Account on a straight line basis over the lease term.

Revaluation Reserve

The revaluation reserve represents an uplift on the net book value of fixed assets from historical cost to the revalued amount.

2 Fixed Assets

	Tangible Fixed Assets
	£
Cost	
At 1st October 1995	823,224
Additions	37,175
Disposals	(11,800)
Revaluations	-
At 30th September 1996	848,599
Depreciation and Amortisation	
At 1st October 1995	226,734
Charge for the year	67,919
On disposals	(8,073)
On revaluation	-
At 30th September 1996	286,580
Net Book Value	
At 30th September 1996	562,019
<i>At 30th September 1995</i>	<i>596,490</i>

TYNE-TEES FILTRATION LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30TH SEPTEMBER 1996

The gross amount of land and buildings at 30th September 1996 includes valuation made 1988 in the sum of £174,433.

The net book amount of fixed assets includes £115,918 (1995 £113,445) in respect of assets held under hire purchase contracts.

3	Share Capital	1996	1995
		£	£
	Authorised		
	Equity Shares		
	Ordinary shares of £1.00 each	<u>100,000</u>	<u>100,000</u>
	Allotted		
	Equity Shares		
	Allotted, called up and fully paid ordinary shares of £1.00 each	<u>100,000</u>	<u>100,000</u>
4	Loans	1996	1995
		£	£
	Not wholly repayable within five years:		
	Bank loan and overdraft secured on the assets of the company	<u>225,000</u>	<u>355,785</u>
		225,000	355,785
	Less: included in creditors falling due within one year	<u>25,000</u>	<u>130,785</u>
		<u>200,000</u>	<u>225,000</u>
	Amounts repayable:		
	In one year or less, or on demand	25,000	130,785
	Between one and two years	25,000	25,000
	Between two and five years	75,000	75,000
		125,000	230,785
	In five years or more	<u>100,000</u>	<u>125,000</u>
		<u>225,000</u>	<u>355,785</u>
5	Obligations Under Hire Purchase & Finance Leases	1996	1995
		£	£
	Obligations under hire purchase contracts are analysed:		
	Current obligations	33,885	37,576
	Obligations due between one and five years	<u>23,507</u>	<u>48,821</u>
		<u>57,392</u>	<u>86,397</u>