

OWEN TAYLOR AND SONS LIMITED

ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31ST OCTOBER 1997

RICHARDSON NUTT

CHARTERED ACCOUNTANTS

DERBY



OWEN TAYLOR AND SONS LIMITEDAUDITORS REPORT TO OWEN TAYLOR AND SONS LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4 together with the full statutory accounts of the company for the year ended 31st October 1997 prepared under section 226 of the Companies Act 1985.

Respective Responsibilities of Directors and Auditors

The Directors are responsible for preparing the 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 Section 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 accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered 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 full statutory accounts.

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, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

St. James's Chambers
St. James's Street
Derby
DE1 1RA

14th August 1998



Richardson Nutt
Chartered Accountants
Registered Auditors

OWEN TAYLOR AND SONS LIMITEDABBREVIATED BALANCE SHEET AS AT 31ST OCTOBER 1997

	NOTE NO.	1997 £	1996 £
FIXED ASSETS			
Tangible Assets	4	400481	270884
CURRENT ASSETS			
Stocks	1	164171	130818
Debtors		429641	346168
Investments		105047	103481
Cash at Bank and in Hand		<u>1015</u>	<u>3150</u>
		699874	583617
CREDITORS			
Amounts falling due within one year	2	<u>395601</u>	<u>224737</u>
NET CURRENT ASSETS		<u>304273</u>	<u>358880</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		704754	629764
CREDITORS			
Amounts falling due after more than one year	2	<u>14612</u>	<u>13134</u>
		690142	616630
PROVISION FOR LIABILITIES AND CHARGES	1	<u>8464</u>	<u>7637</u>
		<u>681678</u>	<u>608993</u>
CAPITAL AND RESERVES			
Called Up Share Capital	3	80674	80674
Revaluation Reserve		3090	3090
Profit and Loss Account		<u>597914</u>	<u>525229</u>
		<u>681678</u>	<u>608993</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the Board of Directors.....*R J O Taylor*.....Director

R J O Taylor

Approved by the Board on...*13th August 1998*.....Date

OWEN TAYLOR AND SONS LIMITEDNOTES TO THE ABBREVIATED FINANCIAL STATEMENTS - YEAR ENDED 31ST OCTOBER 1997**1 ACCOUNTING POLICIES**Convention

The financial statements have been prepared under the Historical Cost Convention (as modified by the revaluation of certain assets).

Depreciation

Depreciation is provided on all fixed assets other than freehold land and buildings and investment property at rates calculated to write off the cost over their estimated useful lives as follows:-

Plant and Machinery	- 15% p.a. reducing balance
Motor Vehicles	- 25% p.a. reducing balance
Computers	- 33 $\frac{1}{3}$ % p.a. straight line

Freehold buildings are depreciated on the straight line basis at 2% p.a. No depreciation is provided on freehold land. No depreciation is provided on investment property in accordance with the requirements of S.S.A.P. 19.

Stocks

Stocks are valued at the lower of cost and net realisable value.

Deferred Taxation

Deferred taxation is provided for under the liability method for timing differences between the treatment of certain items for taxation and accounting purposes to the extent that it is probable that a liability will crystallise in the foreseeable future.

Turnover

Turnover represents net sales from ordinary activities excluding Value Added Tax.

Pension Contributions

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

Leased Assets

Where assets are financed by lease purchase agreements that give rights approximating to ownership the assets are treated as if they had been purchased outright. The amount capitalised is the cost of the asset to the lease purchase company. The corresponding liability to the lease purchase company is included as an obligation under lease purchase agreements. Depreciation on these assets is charged to the profit and loss account on the same basis as shown above. Lease purchase payments are treated as consisting of capital and interest elements, and interest is charged to the profit and loss account on a straight line basis.

All other leases are treated as "operating leases" and the relevant annual rentals are charged to the profit and loss account.

Government Grants

Grants made to supplement the company's costs are recognised in the Profit and Loss Account for the period in which they become receivable.

OWEN TAYLOR AND SONS LIMITEDNOTES TO THE ABBREVIATED FINANCIAL STATEMENTS - YEAR ENDED 31ST OCTOBER 1997
(CONTINUED)

2 CREDITORS

Creditors includes the following:-	Due Within One Year		Due After More Than One Year	
	1997	1996	1997	1996
	£	£	£	£
Secured lease purchase liabilities	16635	18784	14612	13134
Bank Overdraft (secured)	<u>155125</u>	<u>35103</u>	<u>-</u>	<u>-</u>

3 CALLED UP SHARE CAPITAL

	1997	1996
<u>Authorised</u>		
Ordinary Shares of £1 each	<u>200000</u>	<u>200000</u>
<u>Allotted, Issued and Fully Paid</u>		
Ordinary Shares of £1 each	<u>80674</u>	<u>80674</u>

4 FIXED ASSETS

	<u>Tangible</u> £
<u>Cost or Valuation</u>	
At 1st November 1996	456262
Additions	187462
Disposals	<u>9650</u>
At 31st October 1997	<u>634074</u>
<u>Depreciation</u>	
At 1st November 1996	185378
Charge for the Year	54812
On Disposals	<u>6597</u>
At 31st October 1997	<u>233593</u>
<u>Net Book Value</u>	
At 31st October 1997	<u>400481</u>
At 31st October 1996	<u>270884</u>