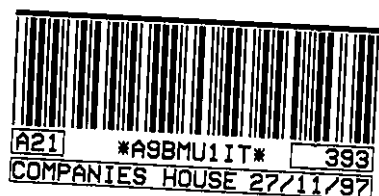


TUBEMASTERS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
31ST AUGUST 1997

Registered number: 1813102

Clark Whitehill Josolyne
CHARTERED ACCOUNTANTS
Leeds



TUBEMASTERS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31st August 1997

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TUBEMASTERS LIMITED**Auditors' report to
Tubemasters limited
under section 247B to the Companies Act 1985**

We have examined the abbreviated financial statements set out on pages 2 to 6, together with the financial statements of the company for the year ended 31st August 1997 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements 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 financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

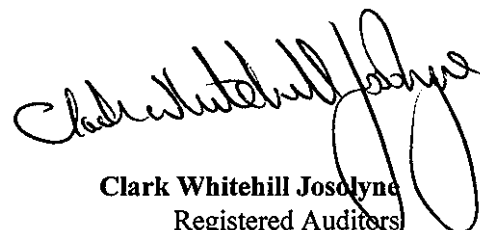
Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. 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 financial statements.

Unqualified Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 6 are properly prepared in accordance with those provisions.

Leeds
30th October 1997


Clark Whitehill Joselyne
Registered Auditors
Chartered Accountants

TUBEMASTERS LIMITED

ABBREVIATED BALANCE SHEET

at 31st August 1997

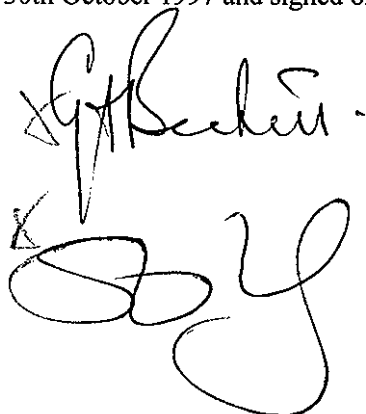
	Note	1997 £	1996 £
Fixed assets			
Tangible assets	2	716,915	683,367
Current assets			
Stocks		226,584	319,993
Debtors	3	180,892	203,186
Cash at bank and in hand		28,018	97,667
		<u>435,494</u>	<u>620,846</u>
Creditors: amounts falling due within one year	4	<u>(411,130)</u>	<u>(572,155)</u>
Net current assets		<u>24,364</u>	<u>48,691</u>
Total assets less current liabilities		<u>741,279</u>	<u>732,058</u>
Creditors: amounts falling due after more than one year	5	(264,324)	(271,512)
Provision for liabilities and charges		<u>(4,040)</u>	<u>(1,580)</u>
		<u>472,915</u>	<u>458,966</u>
Capital and reserves			
Called up share capital	6	1,000	1,000
Revaluation reserve		132,005	133,618
Profit and loss account		339,910	324,348
Total shareholders' funds		<u>472,915</u>	<u>458,966</u>

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 6 were approved by the board of directors on 30th October 1997 and signed on its behalf by:

G.A.Beckett
Chairman

S.A. Day
Director



TUBEMASTERS LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st August 1997

1 Accounting policies**Basis of accounting**

The financial statements have been prepared under the historical cost accounting rules as modified by the revaluation of freehold land and buildings.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Freehold land	Nil
Freehold buildings	2% straight line
Plant and machinery	15% on the reducing balance
Motor vehicles	25% on the reducing balance

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve.

Leases and hire purchase contracts

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of the lease in such a way as to give a reasonably constant charge on the outstanding liability.

Stocks and work in progress

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. The cost of work in progress and finished goods includes all production overheads and depreciation and the attributable proportion of indirect overheads based on the normal level of activity. Net realisable value is based on estimated selling price less the estimated cost of disposal.

TUBEMASTERS LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st August 1997

1 Accounting policies continued**Deferred taxation**

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Pension scheme

The company operates a contributory money purchase scheme covering some of the directors. The scheme funds are administered by trustees and are independent of the company's finances. The company's contributions are charged against profits in the year in which contributions are made.

2 Fixed assets

	Tangible fixed assets £
Cost or valuation	
1st September 1996	789,447
Additions	95,405
Disposals	(38,500)
31st August 1997	<u>846,352</u>
Depreciation	
1st September 1996	106,080
Charge for year	33,146
Disposals	(9,789)
31st August 1997	<u>129,437</u>
Net book amount	
31st August 1997	<u><u>716,915</u></u>
1st September 1996	<u><u>683,367</u></u>

TUBEMASTERS LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st August 1997

3 Debtors

	1997 £	1996 £
Amounts falling due after more than one year	19,070	-

4 Creditors: amounts falling due within one year

Creditors include the following amounts:

Secured creditors:

Bank loan	19,346	17,074
Obligations under finance leases and hire purchase contracts	1,990	3,840
	<u>21,336</u>	<u>20,914</u>

5 Creditors: amounts falling due after more than one year

Creditors include the following amounts:

Amounts falling due after more than five years:

Bank loan (secured)	81,787	111,528
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Secured creditors

Bank loan	184,604	204,925
Obligations under finance leases and hire purchase contracts	34,720	21,587
	<u>219,324</u>	<u>226,512</u>

TUBEMASTERS LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st August 1997

6 Called up share capital

	1997		1996	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
Allotted called up and fully paid				
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>