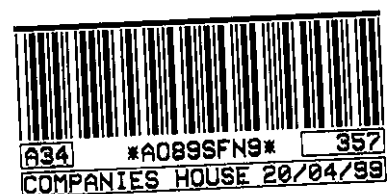


LEGGETT ENGINEERING LIMITED

**ABBREVIATED
FINANCIAL ACCOUNTS FOR THE
YEAR ENDED 30 JUNE 1998**

**CLADD BECK
CHARTERED ACCOUNTANTS
2 SOVEREIGN PARK
CLEVELAND WAY
HEMEL HEMPSTEAD
HERTS HP2 7DA**



ABBREVIATED BALANCE SHEET
AS AT 30 JUNE 1998

1 April 1999) DATE

LEGGETT ENGINEERING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 1998

1. ACCOUNTING POLICIES

- a. The Accounts have been prepared under the Historical Cost convention.
- b. Turnover represents the net amount of invoices to customers less VAT.
- c. Depreciation is provided on the following assets using the reducing balance method. The rates applied are:

Motor Vehicles	25%
Plant and Equipment	15%
Fixtures and Fittings	15%

Depreciation is provided on Leasehold Property evenly over the term of the lease.

- d. Work in Progress is valued at the lower of Cost and Net Realisable Value.
- e. Assets obtained under Finance Leases are capitalised in the Balance Sheet and are depreciated over their useful lives.
The interest element of the rental obligations is charged to the Profit and Loss Account evenly over the period of the Lease.

2. SHARE CAPITAL

Ordinary Shares of £1 each	1998 £	1997 £
Authorised	100	100
Allotted, Issued and Fully Paid	2	2

3. FIXED ASSETS

Tangible Assets

	Motor Vehicles £	Plant & Equipment £	Fixtures & Fittings £	Leasehold Property £	TOTAL £
<u>COST</u>					
At 1 July 1997	30,520	20,735	2,031	1,234	54,520
Additions in year	8,125	867	-	-	8,992
At 30 June 1998	38,645	21,602	2,031	1,234	63,512
<u>DEPRECIATION</u>					
At 1 July 1997	15,492	11,635	1,320	1,234	29,681
Charge for year	5,788	1,495	107	-	7,390
At 30 June 1998	21,280	13,130	1,427	1,234	37,071
<u>NET BOOK VALUE</u>					
At 30 June 1998	17,365	8,472	604	-	26,441
At 30 June 1997	15,028	9,100	711	-	24,839