

STERLING PRESERVATION LIMITED

COMPANY NUMBER: 2192104

REPORTS AND ACCOUNTS

FOR THE PERIOD 1 OCTOBER 1994 TO 31 MARCH 1996



WHITES
Chartered Accountants and
Reporting Accountants
9 The Crescent
TAUNTON
Somerset
TAI 4EA

STERLING PRESERVATION LIMITED

DIRECTORS

Mr R C Wyatt

Mrs S A Wyatt

SECRETARY

Mrs S A Wyatt

REGISTERED OFFICE

9 The Crescent
TAUNTON
Somerset
TA1 4EA

REPORTS AND ACCOUNTS

FOR THE PERIOD 1 OCTOBER 1994 TO 31 MARCH 1996

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The following pages do not form part of the statutory accounts:

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STERLING PRESERVATION LIMITED

REPORT OF THE DIRECTORS

The directors present their report together with the accounts of the company for the period from 1 October 1994 to 31 March 1996.

PRINCIPAL ACTIVITY

The principal activity of the company is damp proofing and timber treatment.

RESULTS

A summary of the results of the period's trading is given in the profit and loss account on page 3.

DIRECTORS

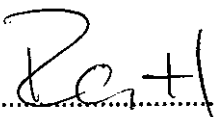
The directors who held office throughout the period and their beneficial interest in the issued ordinary share capital were as follows:


Ordinary Shares of £1 Each	
Mr R C Wyatt	50
Mrs S A Wyatt	50

SMALL COMPANY EXEMPTIONS

The directors have taken advantage of the exemptions conferred by Part II of Schedule 8 of the Companies Act 1985.

BY ORDER OF THE BOARD


.....
Mr R C Wyatt
Director


.....
Date

**ACCOUNTANTS' REPORT TO THE SHAREHOLDERS
ON THE UNAUDITED ACCOUNTS OF
STERLING PRESERVATION LIMITED**

We report on the accounts for the period from 1 October 1994 to 31 March 1996 set out on pages 3 to 10.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTOR AND REPORTING ACCOUNTANT

As described on page 5 the company's directors are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

BASIS OF OPINION

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants and so our procedures consisted of comparing the accounts with the accounting records kept by the company and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

OPINION

In our opinion

- a) the accounts are in agreement with the accounting records kept by the company under Section 221 of the Companies Act 1985;
- b) having regard only to, and on the basis of, the information contained in those accounting records;
 - i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act; and
 - ii) the company satisfied the conditions for exemption from an audit of the accounts for the period specified in Section 249A(4) of the Act and did not, at any time within that period, fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1).

Whites
30/10/96

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STERLING PRESERVATION LIMITED

PROFIT AND LOSS ACCOUNT FOR THE PERIOD 1 OCTOBER 1994 TO 31 MARCH 1996

	Note	1.10.94 - 31.3.96 £	Year Ended 30.9.94 £
TURNOVER	2	167,521	103,195
Cost of sales		87,815	53,506
		<hr/>	<hr/>
GROSS PROFIT		79,706	49,689
Administration expenses		78,620	49,743
		<hr/>	<hr/>
OPERATING PROFIT/(LOSS)	3	1,086	(54)
Interest payable	11	956	1,810
		<hr/>	<hr/>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		130	(1,864)
Taxation	5	-	-
		<hr/>	<hr/>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION		130	(1,864)
Dividends paid		-	3,900
		<hr/>	<hr/>
RETAINED PROFIT/(LOSS) FOR THE PERIOD		130	(5,764)
Retained (loss)/profit as at 1 October 1994		(3,650)	2,114
		<hr/>	<hr/>
ACCUMULATED LOSS AS AT 31 MARCH 1996		(3,520)	(3,650)
		<hr/>	<hr/>

CONTINUING ACTIVITIES

The retained (loss)/profit shown is due to the continuing activities of the company. None of the activities of the company were acquired or discontinued during the above two financial periods.

RECOGNISED GAINS AND LOSSES

There were no recognised gains or losses during the two financial periods other than the loss or profit for each period.

RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUND

A reconciliation of movements in shareholders' funds is shown in note 10 to the accounts.

STERLING PRESERVATION LIMITED
BALANCE SHEET AS AT 31 MARCH 1996

	Note	31.3.96 £	£	30.9.94 £	£
FIXED ASSETS					
Tangible assets	6		19,480		14,820
CURRENT ASSETS					
Stock		11,350		1,457	
Debtors and prepayments	7	8,855		15,623	
		<hr/>		<hr/>	
		20,205		17,080	
CREDITORS: Amounts falling due within one year	8	36,565		33,720	
		<hr/>		<hr/>	
NET CURRENT LIABILITIES			(16,360)		(16,640)
			<hr/>		<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES			3,120		(1,820)
CREDITORS: Amounts falling due after more than one year					
Hire purchase			6,540		1,730
			<hr/>		<hr/>
TOTAL ASSETS LESS TOTAL LIABILITIES			(3,420)		(3,550)
			<hr/>		<hr/>
CAPITAL AND RESERVES					
Called up share capital	9		100		100
Profit and loss account			(3,520)		(3,650)
			<hr/>		<hr/>
	10		(3,420)		(3,550)
			<hr/>		<hr/>

STERLING PRESERVATION LIMITED

BALANCE SHEET AS AT 31 MARCH 1996

(Continued)

The financial statements were approved by the Board of Directors on 29/10/86

For the period in question, the company was entitled to exemption from an audit under Section 249A(2) of the Companies Act 1985. No notice has been deposited under Section 249B(2) of the Act in relation to the accounts for the financial period. The directors acknowledge their responsibilities for:

- a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985; and
- b) preparing accounts which give a true and fair view of the state of affairs of the company, as at the end of the financial period, and of its profit or loss for the financial period in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of that act relating to accounts, so far as applicable to the company.

Advantage has been taken, in the preparation of the accounts, of special exemptions applicable to small companies on the grounds that, in the directors' opinion, the company qualifies as a small company under Section 246 and Section 247 of the Companies Act 1985.



.....
Mr R C Wyatt
Director

STERLING PRESERVATION LIMITED

NOTES TO THE ACCOUNTS FOR THE PERIOD 1 OCTOBER 1994 TO 31 MARCH 1996

1 ACCOUNTING POLICIES

a) Basis of Accounting

The accounts have been prepared in accordance with the historical cost convention.

b) Turnover

Turnover represents net invoiced sales excluding value added tax.

c) Depreciation

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

Office equipment	- 15% on reducing balance basis
Plant and equipment	- 25% on reducing balance basis
Leased motor vehicles	- Over period of each respective lease
Motor vehicles	- 25% on reducing balance basis

d) Stock

Stock and work in progress are valued at the lower of cost and net realisable value.

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.

2 TURNOVER

The turnover and profit/(loss) before taxation are attributable to the one principal activity of the company which arose entirely within the United Kingdom.

1.10.94 - 31.3.96	Year Ended 30.9.94
£	£

3 OPERATING PROFIT/(LOSS)

The operating profit/(loss) is stated after charging:

Depreciation	5,163	7,226
Hire of plant and equipment	3,078	1,196
Directors' salaries	35,653	10,800
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STERLING PRESERVATION LIMITED

NOTES TO THE ACCOUNTS
FOR THE PERIOD 1 OCTOBER 1994 TO 31 MARCH 1996

(Continued)

	1.10.94 - 31.3.96 £	Year Ended 30.9.94 £
4 STAFF COSTS		
Directors' remuneration	35,653	10,800
Wages	45,228	20,189
Social security costs	5,759	2,258
	<hr/>	<hr/>
	86,640	33,247
	<hr/>	<hr/>

The average weekly number of employees during the period was as follows:

Office and management	2	2
Site	4	3
	<hr/>	<hr/>
	6	5
	<hr/>	<hr/>

5 TAXATION

Prior year adjustment	-	-
Loss relief	-	-
	<hr/>	<hr/>
	-	-
	<hr/>	<hr/>

STERLING PRESERVATION LIMITED

NOTES TO THE ACCOUNTS
FOR THE PERIOD 1 OCTOBER 1994 TO 31 MARCH 1996

(Continued)

6 TANGIBLE FIXED ASSETS

	Office Equipment £	Plant and Machinery £	Leased Motor Vehicles £	Motor Vehicles £	Total £
Cost					
At 1 October 1994	8,104	5,516	22,286	10,765	46,671
Additions	-	4,247	-	13,650	17,897
Disposals	-	-	-	10,765	10,765
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 1996	8,104	9,763	22,286	13,650	53,803
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation					
At 1 October 1994	3,660	3,214	22,286	2,691	31,851
Charge for period	1,000	2,456	-	1,707	5,163
Eliminated on disposal	-	-	-	2,691	2,691
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 1996	4,660	5,670	22,286	1,707	34,323
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Net Book Values					
At 31 March 1996	3,444	4,093	-	11,943	19,480
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 30 September 1994	4,444	2,302	-	8,074	14,820
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
				1.10.94 - 31.3.96 £	Year Ended 30.9.94 £

7 DEBTORS

Trade debtors	6,815	11,006
Other debtors	1,041	2,016
Prepayments	999	2,601
	<hr/>	<hr/>
	8,855	15,623
	<hr/>	<hr/>

STERLING PRESERVATION LIMITED

NOTES TO THE ACCOUNTS
FOR THE PERIOD 1 OCTOBER 1994 TO 31 MARCH 1996

(Continued)

	1.10.94 - 31.3.96 £	Year Ended 30.9.94 £
8 CREDITORS: Amounts falling due within one year		
Bank overdraft	14,428	8,833
Trade creditors	8,735	9,264
Social security and other taxes	7,572	10,292
Advance corporation tax	-	975
Directors' current account	1,548	19
Vehicle leasing and hire purchase	2,532	2,937
Other creditors and accruals	1,750	1,400
	<u>36,565</u>	<u>33,720</u>
9 CALLED UP SHARE CAPITAL		
Authorised		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, Issued and Fully Paid		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>
10 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS		
Profit/(loss) for the financial period	130	(1,864)
Dividends paid	-	(3,900)
Opening shareholders' funds	(3,550)	2,214
	<u>(3,420)</u>	<u>(3,550)</u>
Closing shareholders' funds		

STERLING PRESERVATION LIMITED

NOTES TO THE ACCOUNTS
FOR THE PERIOD 1 OCTOBER 1994 TO 31 MARCH 1996

(Continued)

	1.10.94 - 31.3.96 £	Year Ended 30.9.94 £
11 INTEREST PAYABLE		
Hire purchase	(402)	1,211
Bank overdraft	1,358	599
	<hr/>	<hr/>
	956	1,810
	<hr/>	<hr/>