

SCOTWOOD DEVELOPMENTS LIMITED

MODIFIED FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 1996



Chown Hugh
Chartered Accountants
CARDIFF

Company Number: 2290252

AUDITORS' REPORT TO SCOTWOOD DEVELOPMENTS 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 30 September 1996, prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

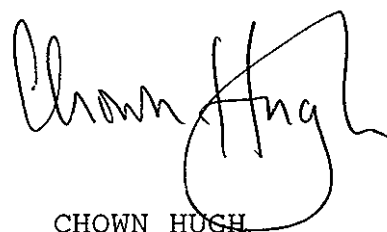
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246(5) and (6) 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.



CHOWN HUGH
Chartered Accountants
and Registered Auditors
25/27 Pantbach Road
Birchgrove
CARDIFF
CF4 1TU

15 January 1998
.....
Date

SCOTWOOD DEVELOPMENTS LIMITED

MODIFIED BALANCE SHEET

30 SEPTEMBER 1996

	1996	1995
	£	£
FIXED ASSETS		
Tangible Assets	16,899	18,871
CURRENT ASSETS		
Work in Progress	5,000	14,000
Stocks	7,000	6,000
Debtors	109,448	52,882
Cash at Bank and in Hand	-	-
	-----	-----
	121,448	72,882
	-----	-----
CREDITORS: Amounts falling due within one year	(101,815)	71,085
	-----	-----
NET CURRENT ASSETS	19,633	1,797
	-----	-----
	36,532	20,668
Liabilities due after more than one year:		
- Hire Purchase	(203)	(3,823)
- Bank Loan	(3,806)	-
	-----	-----
	(4,009)	(3,823)
	-----	-----
	32,523	16,845
	=====	=====
CAPITAL AND RESERVES		
Shareholders' Funds:		
Called-up Share Capital	1,000	1,000
Profit and Loss Account	31,523	15,845
	-----	-----
	32,523	16,845
	=====	=====

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

Approved by the Directors on 30 December 1997 and signed on their behalf by:


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A T Currie

SCOTWOOD DEVELOPMENTS LIMITED

NOTES TO THE MODIFIED FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 1996

1. ACCOUNTING POLICIES

A) BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention.

B) TANGIBLE FIXED ASSETS

Depreciation is provided on the cost of tangible fixed assets at the following annual rates in order to write off the cost of each asset over its estimated useful life:-

Motor Vehicles	-	25% on written down value
Machinery and Equipment	-	25% on written down value

C) STOCKS AND WORK IN PROGRESS

Stocks and Work in Progress are stated at the lower of cost and net realisable value after providing for obsolete and slow moving items.

D) DEFERRED TAXATION

Provision is made at current rates for taxation deferred in respect of all material differences except to the extent that, in opinion of all the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

E) PENSION COSTS

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

2. DEBTORS

No debtors fell due more than one year after the Balance Sheet date.

3. SECURITY

The bank overdraft and loan, which together total £21,709, are secured by way of a charge over the company's assets.

4. AUTHORISED AND CALLED UP SHARE CAPITAL

	1996 £	1995 £
Authorised:		
1,000 Ordinary Shares of £1 each	1,000	1,000
	=====	=====
Issued and Fully Paid:		
1,000 Ordinary Shares of £1 each	1,000	1,000
	=====	=====

SCOTWOOD DEVELOPMENT LIMITED

NOTES TO THE MODIFIED FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 1996

5. CAPITAL COMMITMENTS

There were no capital commitments at the Balance Sheet date (1995 - Nil).

6. CONTINGENT LIABILITIES

There were no contingent liabilities at the Balance Sheet date (1995 - Nil).