

Company No:- 2759083

**SCANDIASTEEL LIMITED**  
**FINANCIAL STATEMENTS**  
**AS AT 31ST DECEMBER 1994**

**Edwards & Co.**  
Chartered Accountants  
Sceptre House  
169/173 Regent Street  
London W1R 7FB

**Registered Office**  
Caprice House  
3 New Burlington Street  
London W1X 1FE

2189VV-94



## **SCANDIASTEEL LIMITED**

### **DIRECTORS REPORT**

The Directors submit their report and the audited financial statements for the year ended 31st December 1994.

#### **ACTIVITIES**

The principal activity of the company is the provision of administrative services.

#### **STATE OF AFFAIRS AND FUTURE DEVELOPMENT**

The state of the company's affairs is as set out on page 5 of the financial statements. The directors expect the present level of activity to be maintained for the foreseeable future.

#### **DIRECTORS AND SECRETARY**

The directors who served during the year were:

J R Beardsley  
M W Denton  
C G Malet de carteret  
D P Capelen

The directors had no interest in the share capital of the company as defined by the Companies Act 1985.

The Company Secretary who served during the year was Sceptre Consultants Limited, Sceptre House, 169/173 Regent Street, London W1R 7FB.

#### **DIRECTORS RESPONSIBILITIES**

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that year. In preparing the accounts, the directors are required to:-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose the reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## **SCANDIASTEEL LIMITED**

### **DIRECTORS REPORT**

#### **RESULTS AND DIVIDENDS**

The company's result for the year was a profit after taxation of £ 6,966 (1993 - profit of £ 3,564).

The directors do not recommend the payment of a dividend (1993 - nil).

#### **AUDITORS**

Messrs. Edwards & Co. have expressed their willingness to continue in office in accordance with Section 384(1) of the Companies Act 1985 and a resolution proposing their re-appointment will be presented at the Annual General Meeting.

#### **FOR AND ON BEHALF OF THE BOARD**



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**Director - M W Denton**

## EDWARDS & CO.

CHARTERED ACCOUNTANTS  
REGISTERED AUDITORS

**PARTNERS:**

A. SARIKHANI, B.Sc., F.C.A.  
M.J. WICKERS, LL.B., A.C.A.  
G.P. LEASK, A.C.A., A.T.I.I.  
D.F. LAVIN  
D.A. MANSER, B.A. (Econ.), A.C.A.  
G.C.W. MACRAE, LL.B., A.C.A.

Sceptre House,  
169/173 Regent Street,  
London W1R 7FB.  
Telephone: 0171-734 4104  
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Telex: 25532 PROFNL G

### SCANDIASTEEL LIMITED

#### REPORT OF THE AUDITORS TO THE MEMBERS

We have audited the accounts on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

#### RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1, the company's directors are responsible for the preparation of accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

#### BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error.

In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the accounts.

#### OPINION

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31st December 1994 and of its results for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

*Edwards & Co.*

**EDWARDS & CO.**

Chartered Accountants  
Registered Auditors

Date 18.12.95

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**SCANDIASTEEL LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31ST DECEMBER 1994**

|                                               | Notes | 1994<br>£       | 1993<br>£      |
|-----------------------------------------------|-------|-----------------|----------------|
| Turnover                                      | 2     | 12,091          | 8,057          |
| Cost of sales                                 |       | -               | -              |
| Gross profit                                  |       | 12,091          | 8,057          |
| Administrative expenses                       |       | ( 3,091)        | ( 3,053)       |
| Operating profit                              | 3     | 9,000           | 5,004          |
| Interest receivable and similar income        | 5     | 260             | -              |
| Profit on ordinary activities before taxation |       | 9,260           | 5,004          |
| Taxation                                      | 6     | ( 2,294)        | ( 1,440)       |
| Profit for the financial year                 |       | 6,966           | 3,564          |
| Dividends paid                                |       | -               | -              |
| Retained profit for the year                  |       | 6,966           | 3,564          |
| Balance brought forward                       |       | 3,564           | -              |
| <b>Balance carried forward</b>                |       | <b>£ 10,530</b> | <b>£ 3,564</b> |

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the above two financial years.

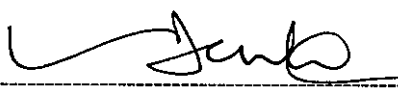
**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the profit or loss for the above two financial years.

**The attached notes form part of these financial statements.**

**SCANDIASTEEL LIMITED**  
**BALANCE SHEET**  
**AS AT 31ST DECEMBER 1994**

|                                                       | Notes | 1994<br>£       | 1993<br>£      |
|-------------------------------------------------------|-------|-----------------|----------------|
| <b>FIXED ASSETS</b>                                   |       |                 |                |
| Investments                                           | 6     | 5               | 5              |
| <b>CURRENT ASSETS</b>                                 |       |                 |                |
| Debtors                                               | 7     | 12,091          | 8,052          |
| Cash at bank and in hand                              |       | 4,836           | -              |
|                                                       |       | 16,927          | 8,052          |
| <b>CREDITORS:</b> Amounts falling due within one year | 8     | ( 5,402)        | ( 3,493)       |
| <b>NET CURRENT ASSETS</b>                             |       | 11,525          | 4,559          |
| <b>TOTAL NET ASSETS</b>                               |       | <b>£ 11,530</b> | <b>£ 4,564</b> |
| <b>CAPITAL AND RESERVES</b>                           |       |                 |                |
| Called up share capital                               | 9     | 1,000           | 1,000          |
| Profit and loss account                               |       | 10,530          | 3,564          |
|                                                       |       | <b>£ 11,530</b> | <b>£ 4,564</b> |

  
 Director - M W Denton

Date 18.12.95

The attached notes form part of these financial statements.

**SCANDIASTEEL LIMITED**  
**NOTES TO THE ACCOUNTS**  
**AS AT 31ST DECEMBER 1994**

**1. ACCOUNTING POLICIES**

**a. Accounting Convention**

The financial statements have been prepared in accordance with the historical cost convention and in accordance with applicable accounting standards.

**b. Cash Flow**

The financial statements do not include a cash flow statement because the company as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash Flow Statements".

**c. Tangible Fixed Assets**

Tangible fixed assets are stated at their purchase price, together with any incidental expenses of acquisition.

Depreciation is calculated so as to write off the cost of tangible fixed assets over the expected useful economic lives of the assets.

**d. Foreign Currencies**

The company's accounting records are maintained in Pounds Sterling.

Transactions in other currencies are converted at the rate ruling at the date of the transaction. Monetary assets and liabilities are converted at the rate of exchange ruling at the balance sheet date. Any material gains or losses resulting from the conversion are taken to the profit and loss account.

**e. Deferred Tax**

Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is probable that a liability or asset will crystallise. Provision is made at the rate which is expected to be applied when the tax liability or asset is expected to crystallise.

**2. TURNOVER**

Turnover represents amounts invoiced to customers in respect of services supplied net of value added tax.

**SCANDIASTEEL LIMITED**  
**NOTES TO THE ACCOUNTS**  
**AS AT 31ST DECEMBER 1994**

**3. OPERATING PROFIT**

|                                           | <b>1994</b> | <b>1993</b> |
|-------------------------------------------|-------------|-------------|
|                                           | <b>£</b>    | <b>£</b>    |
| This is stated after charging/(crediting) |             |             |
| Formation fees                            | -           | 750         |
| Auditors remuneration                     | 1,550       | 500         |
|                                           | =====       | =====       |

The average number of persons (including directors) employed by the company during the year was four.

**4. INTEREST RECEIVABLE AND SIMILAR INCOME**

|                        | <b>1994</b> | <b>1993</b> |
|------------------------|-------------|-------------|
|                        | <b>£</b>    | <b>£</b>    |
| Bank interest received | 260         | -           |
|                        | =====       | =====       |

**5. TAXATION**

Corporation tax has been provided on the company's taxable profits at the rate of 25% (1993 - 25%).

**6. INVESTMENT IN PARTNERSHIP**

The company holds a 5% interest in Intrasteel Group and is stated at cost.

**7. DEBTORS**

|               | <b>1994</b> | <b>1993</b> |
|---------------|-------------|-------------|
|               | <b>£</b>    | <b>£</b>    |
| Trade debtors | 12,091      | 8,052       |
|               | =====       | =====       |

**8. CREDITORS:** Amounts falling due within one year:-

|                              | <b>1994</b>    | <b>1993</b>    |
|------------------------------|----------------|----------------|
|                              | <b>£</b>       | <b>£</b>       |
| Shareholders loan            | 1,023          | 828            |
| Other creditors and accruals | 2,085          | 1,225          |
| Corporation tax              | 2,294          | 1,440          |
|                              | -----          | -----          |
|                              | <b>£ 5,402</b> | <b>£ 3,493</b> |
|                              | =====          | =====          |

The shareholders loan is interest free, unsecured and has no fixed repayment date.



**SCANDIASTEEL LIMITED**  
**NOTES TO THE ACCOUNTS**  
**AS AT 31ST DECEMBER 1994**

**9. SHARE CAPITAL**

The authorised share capital of the company comprises 10,000 shares at £1 each, of which 1,000 have been issued and are fully paid (1993 - 1,000).

**10. CAPITAL COMMITMENTS**

There were no major capital commitments at the balance sheet date.

**11. CONTINGENT LIABILITIES**

There were no major contingent liabilities at the balance sheet date.