

FINDGOLDEN LIMITED

ABBREVIATED ACCOUNTS

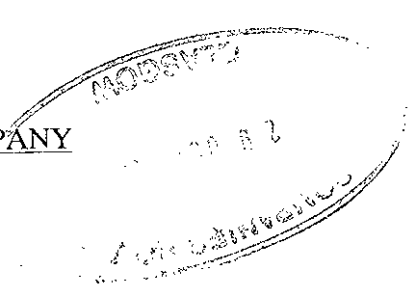
AS AT 31 DECEMBER 1997

COMPANY NUMBER SC 129807

MALCOLM MACKENZIE AND COMPANY

CHARTERED ACCOUNTANTS

EAST KILBRIDE



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AUDITORS' REPORT TO THE SHAREHOLDERS OF
FINDGOLDEN LIMITED
PURSUANT TO SECTION 247B TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 6 together with the financial statements of Findgolden Limited prepared under Section 226 of the Companies Act 1985 for the year ended 31 December 1997.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

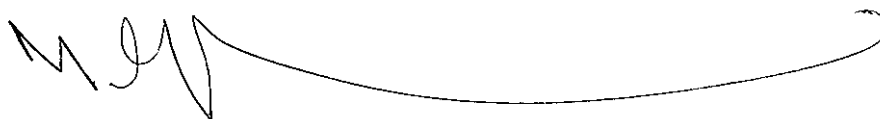
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246(5) and (6) 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 audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. 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.

OPINION

In our opinion, the company is entitled to prepare accounts in accordance with Sections 246(5) and (6) of the Companies Act 1985 in respect of the year ended 31 December 1997 and the abbreviated accounts on pages 2 to 6 have been properly prepared in accordance with those provisions.



Malcolm Mackenzie and Company
Chartered Accounts and Registered Auditors
33 Kittoch Street
East Kilbride
G74 4JW

Dated 29th October 1998

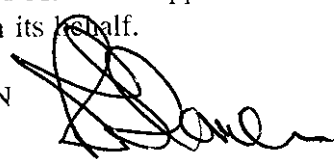
FINDGOLDEN LIMITED

ABBREVIATED CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 1997

	NOTES	£	1997 £	1996 £
<u>FIXED ASSETS</u>				
Tangible Assets	2		1148875	1193152
<u>CURRENT ASSETS</u>				
Stock and Work in Progress		11532		9286
Debtors		343044		414717
Cash at Bank and on Hand		247513		114277
		602089		538280
<u>CREDITORS:-</u> Amounts Falling				
Due Within One Year		459767		585919
<u>NET CURRENT LIABILITIES</u>			142322	(47639)
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>			1291197	1145513
<u>CREDITORS:-</u> Amounts Falling				
Due After More Than One Year	3		305574	407577
			985623	737936
<u>ACCRUED AND DEFERRED INCOME</u>				
Deferred Taxation	4	101500		65500
Deferred Grant		117609		122814
			219109	188314
<u>NET ASSETS</u>			766514	549622
<u>CAPITAL AND RESERVES</u>				
Called Up Share Capital	5		61336	61336
Profit and Loss Account	6		583020	378666
Minority Interest			42190	29652
Capital Reserve			55969	55969
Share Premium Account			23999	23999
			766514	549622

The financial statements, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the Board on 29.10.98 and signed on its behalf.

R THOMSON
DIRECTOR



The Notes on Pages 4 to 6 Form Part of These Accounts.

FINDGOLDEN LIMITED
ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 1997

	NOTES	1997 £	1996 £
<u>FIXED ASSETS</u>			
Investments in Subsidiaries		313997	313997
<u>CURRENT ASSETS</u>			
Debtors		107	107
		314104	314104
<u>CREDITORS:-</u> Amounts Falling Due Within One Year		97609	95316
<u>NET ASSETS</u>		216495 =====	218788 =====
<u>CAPITAL AND RESERVES</u>			
	5		
Called Up Share Capital	6	61336	61336
Profit and Loss Account		131160	133453
Share Premium Account		23999	23999
		216495 =====	218788 =====

The financial statements, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the Board on 29.10.98 and signed on its behalf.


R THOMSON
DIRECTOR

The Notes on Pages 4 to 6 Form Part of These Accounts.

FINDGOLDEN LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS AS AT 31 DECEMBER 1997

1 ACCOUNTING POLICIES

Basis of Preparation of Account

The accounts are prepared under the historical cost convention and include the results of the company's operations which are described in the Director's Report and all of which are continuing.

Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value of each asset, evenly over its expected useful life as follows:-

Property	- 1%-2% straight line
Plant and Equipment	- 10% reducing balance
Motor Vehicles	- 25% reducing balance
Office Fixtures and Fittings	- 15% reducing balance

Basis of Consolidation

The Consolidated Balance Sheet include the accounts of the parent company and its subsidiaries made up to the end of the financial year.

Turnover

Turnover represents the invoiced amount of goods and services supplied by the Company stated net of Value Added Tax and trade discounts.

Stock and Work in Progress

Stock and Work in Progress is valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks.

Hire Purchase Commitments

Assets obtained under hire purchase contracts 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 over the period of the agreement and represents a constant proportion of the balance of capital repayments outstanding.

Deferred Taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes.

FINDGOLDEN LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS AS AT 31 DECEMBER 1997 - Continued

2 FIXED ASSETS
GROUP

TANGIBLE
FIXED
ASSETS

Cost

£

As at 31 December 1996

1748573

Additions During Year

79642

Disposals During Year

(6400)

As at 31 December 1997

1821815

Depreciation

As at 31 December 1996

555421

Charge on Disposal

122164

Charge for Year

(4645)

As at 31 December 1997

672940

Net Book Values

As at 31 December 1997

1148875

=====

As at 31 December 1996

1193152

=====

3 CREDITORS: Amounts Falling Due
After One Year

1997

1996

GROUP
£

COMPANY
£

GROUP
£

COMPANY
£

Loans

153449

-

220215

-

Net Obligations under Hire

152125

-

187362

-

Purchase Contracts

305574

-

407577

-

=====

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Group - The Bank Loans are secured by a fixed and floating charge over the Group's assets and are repayable after more than five years. The Hire Purchase contracts are secured on the assets concerned and are repayable in between two and five years.

FINDGOLDEN LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS AS AT 31 DECEMBER 1997 - Continued

4 <u>DEFERRED TAXATION</u>	<u>AT</u> <u>31.12.96</u> £	<u>CREDIT</u> <u>FOR</u> <u>YEAR</u> £	<u>AT</u> <u>31.12.97</u> £
Capital Allowances in Excess of Depreciation	65500 =====	36000 =====	101500 =====
5 <u>MOVEMENT IN SHAREHOLDERS' FUNDS</u>		<u>1997</u> £	<u>1996</u> £
<u>GROUP</u>			
Profit for the Year		216892	158245
Opening Shareholders' Funds		549622 -----	391377 -----
Closing Shareholders' Funds		766514 =====	549622 =====
<u>COMPANY</u>			
(Loss) for the Year		(2293)	(2569)
Opening Shareholders' Funds		218788 -----	221357 -----
Closing Shareholders' Funds		216495 =====	218788 =====
6 <u>SHARE CAPITAL</u>		<u>1997</u> £	<u>1996</u> £
<u>Authorised</u>			
Ordinary Shares of £1 Each		98664 =====	98664 =====
Ordinary Shares of 1p Each		1336 =====	1336 =====
<u>Allotted, Called up and Fully Paid</u>			
Ordinary Shares of £1 Each		60000 =====	60000 =====
Ordinary Shares of 1p Each		1336 =====	1336 =====