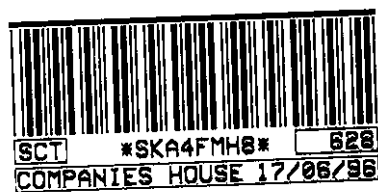


AVERON INSPECTION SERVICES LIMITED  
REGISTERED IN SCOTLAND  
SC156352

REPORT AND ACCOUNTS FOR THE PERIOD  
6 MARCH 1995 TO 31 MARCH 1996



THORNE THURLBECK RUSSELL  
ACCOUNTANTS

AVERON INSPECTION SERVICES LIMITEDDIRECTORS' REPORT FOR THE PERIOD 6 MARCH 1995 TO 31 MARCH 1996

The Directors submit their report and accounts for the period ended 31 March 1996.

INCORPORATION AND ISSUE OF SHARES

The company was incorporated on 6 March 1995. Two £1 ordinary shares were issued on that date.

RESULTS AND DIVIDENDS

The trading result for the period after taxation is disclosed on page 4. The directors recommend the payment of a dividend of £18274, as shown in the profit and loss account on page 4.

REVIEW OF THE BUSINESS

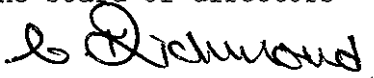
The company's principal activity, which remained unchanged throughout the period, was engineering inspection services to the construction industry. The Company has had a successful period and the state of the Company's affairs at the balance sheet date was satisfactory.

DIRECTORS

The Directors of the Company during the period and their beneficial interests in the issued share capital of the Company at the beginning and end of the period were:

	Ordinary Shares of £1 each	
	<u>31 March 1996</u>	<u>On incorporation</u>
D RICHMOND	1	1
CA RICHMOND	1	1

Signed on behalf of  
the board of directors

  
CA RICHMOND (Secretary)

Approved by the board: 21 MAY 1996

AVERON INSPECTION SERVICES LIMITED

DIRECTORS: D RICHMOND  
CA RICHMOND

SECRETARY: CA RICHMOND

REGISTERED OFFICE: KYALAMI  
EASTER KINCRAIG  
INVERGORDON  
ROSS-SHIRE

BANKERS: THE ROYAL BANK OF SCOTLAND PLC  
ALNESS BRANCH  
53 HIGH STREET  
ALNESS  
IV17 0SH

ACCOUNTANTS: THORNE THURLBECK RUSSELL  
21 NORFOLK STREET  
SUNDERLAND  
SR1 1EA

0191 567 0304 (Phone)  
0191 510 8464 (Fax)

AVERON INSPECTION SERVICES LIMITED  
ACCOUNTING POLICIES

Accounting convention

The accounts have been prepared under the historical cost convention.

Depreciation

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

Tools equipment	- 15% reducing balance
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Deferred taxation

Deferred taxation is provided on the liability method on all timing differences to the extent that they are expected to reverse in the future. It is calculated at the rate at which it is estimated that the tax will be payable.

Advance corporation tax which is expected to be recoverable in the future is deducted from the deferred taxation balance.

Leasing and hire purchase commitments

Assets obtained under finance leases and 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 profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight line basis over the term of the lease.

AVERON INSPECTION SERVICES LIMITEDPROFIT AND LOSS ACCOUNTFOR THE PERIOD FROM 6 MARCH 1995 TO 31 MARCH 1996

	<u>Notes</u>	<u>£</u>	<u>1996</u>	<u>£</u>
<u>TURNOVER</u>	1		32098	
Directors' remuneration	2	3320		
Depreciation		164		
Other operating charges	3	3814		
				<u>(7298)</u>
<u>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</u>			24800	
Tax on profit on ordinary activities	4		(6251)	
<u>PROFIT FOR PERIOD AFTER TAXATION</u>			18549	
Dividends	5		(18274)	
<u>RETAINED PROFIT CARRIED FORWARD</u>			<u>£ 275</u>	

None of the company's activities were discontinued during the above financial period.

The company has no recognised gains or losses other than those dealt with in the profit and loss account.

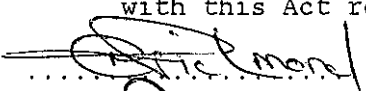
The notes on pages 6 to 8 form part of these accounts.

AVERON INSPECTION SERVICES LIMITED  
BALANCE SHEET AT 31 MARCH 1996

Page 5.

	<u>Notes</u>	<u>£</u>	<u>1996</u> <u>£</u>
<u>FIXED ASSETS</u>			
Tangible assets	6		924
<u>CURRENT ASSETS</u>			
Debtors	7	24	
Cash at bank		678	
Directors' loan accounts	8	834	
		<u>1536</u>	
<u>CURRENT LIABILITIES</u>			
Amounts due within one year	9	2156	
<u>NET CURRENT LIABILITIES</u>			<u>(620)</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>			304
<u>PROVISION FOR LIABILITIES AND CHARGES</u>			
Deferred tax	10		(27)
			<u>£ 277</u>
<u>CAPITAL AND RESERVES</u>			
Called up share capital	11		2
Profit and loss account			<u>275</u>
<u>SHAREHOLDERS FUNDS</u>			<u>£ 277</u>
<u>DIRECTORS' STATEMENT</u>			

1. We confirm that for the period ended 31 March 1996 the company was entitled to exemption under Section 1 of Section 249A of the Companies Act 1985 (according to the turnover and balance sheet total of the company).
2. We confirm that no member or members have requested an audit under section 249B(2) of the Companies Act 1985.
3. We acknowledge our responsibility for:
  - a. ensuring the company keeps accounting records which comply with Section 221,
  - b. preparing accounts that give a true and fair view of the company as at the end of the financial period and of its profit or loss for the period, in accordance with the requirements of Section 226, and which otherwise comply with this Act relating to accounts.

 .....D RICHMOND

 .....CA RICHMOND

DATE: 21 MAY 1996

The notes on pages 6 to 8 form part of these accounts.

AVERON INSPECTION SERVICES LIMITEDNOTES TO ACCOUNTSFOR THE PERIOD FROM 6 MARCH 1995 TO 31 MARCH 19961. TURNOVER

Turnover represents the invoiced value of services provided, net of VAT and relates wholly to the principal activity of the Company. All sales were made within the United Kingdom.

1996

2. DIRECTORS' REMUNERATION

£

Salaries	3120
Pension contributions	200
	<hr/>
	£ 3320
	<hr/>

The average weekly number of employees during the period was 1.

3. OTHER OPERATING CHARGES

£

Accountancy	500
Other charges	3314
	<hr/>
	£ 3814
	<hr/>

4. TAXATION ON ORDINARY ACTIVITIES

£

Based on the results of the period:

Corporation tax at 25% ( - 25%)	(6224)
Deferred tax	(27)
	<hr/>
	£ (6251)
	<hr/>

5. DIVIDENDS PAID

Net dividend paid	£ 18274
	<hr/>

AVERON INSPECTION SERVICES LIMITEDNOTES TO ACCOUNTSFOR THE PERIOD FROM 6 MARCH 1995 TO 31 MARCH 19966. TANGIBLE FIXED ASSETSTools  
equipmentCOST

£

Additions during period

1088

At 31 March 1996

1088

DEPRECIATION

Charge for the period

164

At 31 March 1996

164

NET BOOK VALUE

At 31 March 1996

£ 924

19967. DEBTORS

£

Trade debtors

-

Other debtors

24

£ 24

8. DIRECTORS' LOAN ACCOUNTS

The loans, which are interest free, have no fixed repayment date.

9. CURRENT LIABILITIES

Accruals

500

Corporation tax

1656

£ 2156

10. DEFERRED TAXATION

Deferred taxation is provided at 25%

Capital allowances

in advance of depreciation

£ 27



AVERON INSPECTION SERVICES LIMITEDNOTES TO ACCOUNTSFOR THE PERIOD FROM 6 MARCH 1995 TO 31 MARCH 199611. SHARE CAPITAL

	<u>1996</u>
Authorised:	
Ordinary shares of fl each	£ 100
	<u>          </u>
Called up and fully paid:	
Ordinary shares of fl each	£ 2
	<u>          </u>

12. SHAREHOLDERS FUNDS

Profit for the financial period	18549
Dividends paid	(18274)
	<u>          </u>
	275
Shares issued	2
	<u>          </u>
	277
Opening shareholders funds	-
	<u>          </u>
Closing shareholders funds	£ 277
	<u>          </u>