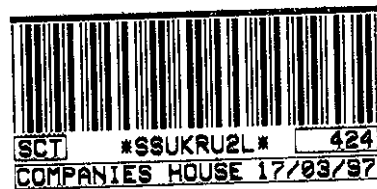


Abbreviated Financial Statements
for the Period 14 July 1995 to 30 September 1996
for
Cairntoul Well Equipment Services Ltd



A handwritten signature in black ink, consisting of a stylized 'J' followed by a large loop and a final stroke.

**Index to the Abbreviated Financial Statements
for the Period 14 July 1995 to 30 September 1996**

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Company Information
for the Period 14 July 1995 to 30 September 1996

DIRECTORS:

Roy Watterson
Fay Linda Watterson
George Paterson Maitland
Stuart Tait
Michael Bowyer
Sarah Kennedy Parker

SECRETARY:

The Commercial Law Practice

REGISTERED OFFICE:

Windsor House
12 Queen's Road
Aberdeen
AB15 4ZT

REGISTERED NUMBER:

159191

AUDITORS:

Scott Oswald
Registered Auditors
Chartered Accountants
20 Bon Accord Square
Aberdeen
AB11 6DJ

**Report of the Auditors to
Cairntoul Well Equipment Services Ltd
Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985**

We have examined the abbreviated financial statements on pages four to six together with the full financial statements of Cairntoul Well Equipment Services Ltd prepared under Section 226 of the Companies Act 1985 for the period ended 30 September 1996.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page four and whether the abbreviated financial statements have been properly prepared in accordance with that Schedule.

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 financial statements 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 under Sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the period ended 30 September 1996, and the abbreviated financial statements on pages four to six have been properly prepared in accordance with that Schedule.

Other information

On 10 January 1997 we reported, as auditors of Cairntoul Well Equipment Services Ltd, to the shareholders on the financial statements prepared under Section 226 of the Companies Act 1985 for the period ended 30 September 1996, and our audit report was as follows:

"We have audited the financial statements on pages five to nine which have been prepared under the historical cost convention and the accounting policies set out on page seven.

Respective responsibilities of directors and auditors

As described on page two the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements 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 financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, 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 financial statements 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 financial statements.

Report of the Auditors to
Cairntoul Well Equipment Services Ltd
Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 September 1996 and of its profit for the period then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies."

Scott Oswald
Registered Auditors
Chartered Accountants
20 Bon Accord Square
Aberdeen
AB11 6DJ

Scott Oswald

Dated: 10 January 1997

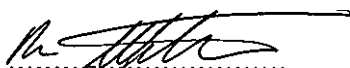
Abbreviated Balance Sheet
30 September 1996

	Notes	£	£
FIXED ASSETS:			
Tangible assets	2		27,553
CURRENT ASSETS:			
Debtors		229,351	
Cash at bank and in hand		51,594	
		<u>280,945</u>	
CREDITORS: Amounts falling due within one year	3	209,131	
		<u>209,131</u>	
NET CURRENT ASSETS:			71,814
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>£99,367</u>
CAPITAL AND RESERVES:			
Called up share capital	4		8,900
Share premium			1,100
Profit and loss account			89,367
			<u>89,367</u>
Shareholders' funds			<u>£99,367</u>

Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the grounds that, in the opinion of the directors, the company is entitled to the benefit of those exemptions as a small company.

In preparing the full financial statements, the directors have taken advantage of special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985. The directors have done so on the grounds that, in their opinion, the company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

ON BEHALF OF THE BOARD:


.....
Roy Watterson - DIRECTOR


.....
Stuart Tait - DIRECTOR

Approved by the Board on 10th January '97

**Notes to the Abbreviated Financial Statements
for the Period 14 July 1995 to 30 September 1996**

1. ACCOUNTING POLICIES

Accounting convention

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

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

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

Plant and machinery	- 25 % on cost
Motor vehicles	- 25-33 % on cost

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.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the period are charged in the profit and loss account.

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
Additions	33,500
At 30 September 1996	33,500
DEPRECIATION:	
Charge for period	5,947
At 30 September 1996	5,947
NET BOOK VALUE:	
At 30 September 1996	27,553

3. CREDITORS

Notes to the Abbreviated Financial Statements
for the Period 14 July 1995 to 30 September 1996

4. CALLED UP SHARE CAPITAL

Authorised:		Nominal value:	£
Number:	Class:		
48,500	Ordinary A	£1	48,500
1,500	Ordinary B	£1	1,500
			<hr/>
			50,000
			<hr/>

Allotted, issued and fully paid:		Nominal value:	£
Number:	Class:		
7,400	Ordinary A	£1	7,400
1,500	Ordinary B	£1	1,500
			<hr/>
			8,900
			<hr/>

The following fully paid shares were allotted during the period at a premium as shown below:

7,400 Ordinary A shares of £1 each at 13p per share
1,500 Ordinary B shares of £1 each at 11p per share