

**AUDITORS REPORT TO THE DIRECTORS OF
PLEASANCE & HARPER 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 financial statements of the company for the year ended 31st January 1997 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 to 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 financial statements 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 purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 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 for small companies


SAXBY & SINDEN
Chartered Accountants
Registered Auditor

Bristol

30th July 1997



PLEASANCE & HARPER LIMITED

BALANCE SHEET AT 31st JANUARY 1997

	1997		1996	
	£	£	£	£
TANGIBLE FIXED ASSETS (note 2)		25,260		27,563
SUBSIDIARY COMPANIES		<u>3,496</u>		<u>3,496</u>
		28,756		31,059
CURRENT ASSETS				
Trade investment	2,400		2,400	
Debtors (note 3)	17,092		19,862	
Cash at bank	<u>125,927</u>		<u>68,904</u>	
	145,419		91,166	
CREDITORS: amounts falling due within one year (note 4)		<u>117,630</u>		<u>71,592</u>
NET CURRENT ASSETS		<u>27,789</u>		<u>19,574</u>
TOTAL ASSETS LESS LIABILITIES		<u>56,545</u>		<u>£50,633</u>
CAPITAL AND RESERVES				
Called up share capital (note 5)		28,301		28,301
Capital reserve		18,351		18,351
Profit and loss account		<u>9,893</u>		<u>3,981</u>
		<u>56,545</u>		<u>50,633</u>

The directors have taken advantage of special exemptions conferred by Part III of Schedule 8 to the Companies Act 1985 and have done so on the grounds that, in their opinion, the company qualifies as a small company.

In the preparation of the company's annual accounts, the directors have taken advantage of special exemptions applicable to small companies provided by part I of Schedule 8 and have done so on the grounds that, in their opinion, the company qualifies as a small company.

Signed on behalf of the board
of directors

A J HARPER
Director



Approved by the board: 22nd July 1997

PLEASANCE & HARPER LIMITED

NOTES TO THE ACCOUNTS - 31st JANUARY 1997

1. ACCOUNTING POLICIES

(a) Basis of accounting

The accounts have been prepared under the historical cost accounting rules.

(b) Tangible fixed assets

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

Freehold property	- 2% on cost
Fixtures and equipment	- 15% on written down value
Motor vehicles	- 25% on written down value

(c) Deferred tax

No provision for tax deferred by capital allowances is considered necessary.

(d) Cash flow

The accounts 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".

(e) Consolidation

The company and its subsidiaries comprise a small group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

PLEASANCE & HARPER LIMITED

NOTES TO THE ACCOUNTS - 31st JANUARY 1997

2. TANGIBLE FIXED ASSETS

	Freehold Property	Fixtures & Equipment	Motor Vehicles	Total
	£	£	£	£
At cost				
1st February 1996 and 31st January 1997	<u>30,568</u>	<u>91</u>	<u>11,995</u>	<u>42,654</u>
Depreciation				
At 1st February 1996	9,778	65	5,248	15,091
Charge for year	<u>612</u>	<u>4</u>	<u>1,687</u>	<u>2,303</u>
At 31st January 1997	<u>10,390</u>	<u>69</u>	<u>6,935</u>	<u>17,394</u>
Net book value				
31st January 1997	<u>20,178</u>	<u>22</u>	<u>5,060</u>	<u>25,260</u>
31st January 1996	<u>20,790</u>	<u>26</u>	<u>6,747</u>	<u>27,563</u>

3. DEBTORS

Subsidiary companies	17,092	19,279
Other debtors	—	<u>583</u>
	<u>17,092</u>	<u>19,862</u>

4. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Trade creditors	12,693	16,260
Taxation - VAT	11,175	19,966
Accrued expenses	14,990	14,990
Subsidiary company	72,966	16,485
Corporation tax	1,561	1,061
Proposed Dividend	<u>4,245</u>	<u>2,830</u>
	<u>117,630</u>	<u>71,592</u>

5. CALLED-UP SHARE CAPITAL

Authorised		
30,000 ordinary shares of £1 each	<u>30,000</u>	<u>30,000</u>
Allotted, called up and fully paid		
28,301 ordinary shares of £1 each	<u>28,301</u>	<u>28,301</u>