

Signed.

F J CHALCROFT (CONSTRUCTION) LIMITED

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1997

Registered number : 1435810



F J CHALCROFT (CONSTRUCTION) LIMITED  
ABBREVIATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 1997

CONTENTS

---

Pages	2	Report of the Auditors
	3	Abbreviated Balance Sheet
	4 to 7	Notes to the Abbreviated Accounts

F J CHALCROFT (CONSTRUCTION) LIMITED  
AUDITORS' REPORT  
TO F J CHALCROFT (CONSTRUCTION) LIMITED  
FOR THE YEAR ENDED 31 MARCH 1997

We have examined the abbreviated accounts set out on pages 6 to 15 together with the financial statements of the company for the year ended 31 March 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 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 sections 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 consider 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.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 6 to 15 are properly prepared in accordance with those provisions.

1,2,3 & 4 College Yard  
Worcester  
WR1 2LB  
29 October 1997

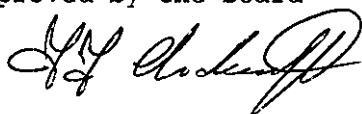
  
Rabjohns  
Registered Auditor

F J CHALCROFT (CONSTRUCTION) LIMITED  
 ABBREVIATED BALANCE SHEET  
 AT 31 MARCH 1997

	Notes	1997 £	1996 £
<b>Fixed assets</b>			
Tangible assets	2	319,230	148,418
<b>Current assets</b>			
Debtors		1,209,262	578,971
Cash at bank and in hand		478,452	79,415
		<u>1,687,714</u>	<u>658,386</u>
Creditors: Amounts falling due within one year		<u>1,534,308</u>	<u>517,894</u>
Net current assets		153,406	140,492
		<u>472,636</u>	<u>288,910</u>
<b>Capital and reserves</b>			
Called up share capital	4	180,100	180,100
Revaluation reserve		105,318	-
Profit and loss account		187,218	108,810
Shareholders' funds		<u>472,636</u>	<u>288,910</u>
Shareholders' funds represent amounts:			
Attributable to equity shareholders		292,636	108,910
Attributable to non-equity shareholders		180,000	180,000
		<u>472,636</u>	<u>288,910</u>

The abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Board



F J Chalcroft  
 Director

Date: 29 October 1997

The notes on pages 4 to 7 form part of these accounts

F J CHALCROFT (CONSTRUCTION) LIMITED  
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 1997

1. Accounting policies

1a. Basis of accounting

The accounts have been prepared under the historical cost convention, modified to include the revaluation of some assets, and are in accordance with accounting standards.

1b. Tangible fixed assets

Fixed assets are shown at historical cost. Fixed assets are shown at historical cost. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life on a straight line basis.

Plant	20%
Motor vehicles	20%
Computer equipment	33%

1c. Capital instruments

Financial Reporting Standard No. 4 has been adopted in the preparation of these accounts. Capital instruments are accounted for and classified as equity or non-equity share capital, or debt, according to their form.

1d. Contract work

Profit on long term contracts is taken as the work is carried out if the final outcome can be assessed with reasonable certainty. The profit included is calculated on a prudent basis to reflect the proportion of work carried out at the year end by recording turnover and related costs as contract activity progresses. Turnover is calculated as that proportion of total contract value which costs to date bear to total expected costs for that contract. Revenues derived from variations on contracts are recognised only when they have been accepted by the customer. Full provision is made for losses on all contracts in the year in which they are first foreseen.

1e. Deferred taxation

Deferred taxation is provided in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the near future.

F J CHALCROFT (CONSTRUCTION) LIMITED  
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED)  
FOR THE YEAR ENDED 31 MARCH 1997

1. Accounting policies (continued)

1f. Pension costs

The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an administered fund. The pension costs are charged to the profit and loss account as they are incurred.

1g. Leased assets

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight-line basis over the lease term.

1h. Revaluation reserve

Surpluses or deficits arising on the revaluation of individual fixed assets other than investment properties are credited or debited to a non-distributable reserve known as the revaluation reserve.

Revaluation deficits in excess of the amount of prior revaluation surpluses on the same asset are charged to the profit and loss account.

1i. Turnover

Turnover comprises the value of sales (excluding VAT and similar taxes and trade discounts) of goods and services in the normal course of business.

1j. Cash flow statement

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from producing a cash flow statement on the grounds that it is a small company.

F J CHALCROFT (CONSTRUCTION) LIMITED  
 NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED)  
 FOR THE YEAR ENDED 31 MARCH 1997

2. Tangible fixed assets	1997
	£
Cost	
At 1 April 1996	296,715
Increase in value	105,318
Additions	112,439
Disposals	(31,885)
	<hr/>
At 31 March 1997	482,587
	<hr/>
Depreciation	
At 1 April 1996	148,297
Disposals	(12,539)
For the year	27,599
	<hr/>
At 31 March 1997	163,357
	<hr/>
Net Book Amounts	
At 31 March 1997	319,230
	<hr/> <hr/>
Investment Properties	

In the opinion of the directors, investment properties are included in the financial statements at 31 March 1997 at an open market value of £215,000.

3. Secured liabilities

	1997	1996
	£	£
Bank overdraft	106,423	20,431
	<hr/> <hr/>	<hr/> <hr/>

The bank overdraft is secured by a debenture dated 29 May 1984 and a legal charge over Freehold Land.

F J CHALCROFT (CONSTRUCTION) LIMITED  
 NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED)  
 FOR THE YEAR ENDED 31 MARCH 1997

4. Called up share capital	1997	1996
	£	£
Authorised:		
180,000 preference shares of £1 each	180,000	180,000
100 ordinary shares of £1 each	100	100
	<hr/>	<hr/>
Allotted, issued and fully paid:		
180,000 preference shares of £1 each	180,000	180,000
100 ordinary shares of £1 each	100	100
	<hr/>	<hr/>
	180,100	180,100
	<hr/>	<hr/>

Preference shares of £1 each

The rights of the preference shareholders include entitlement to receive a dividend in priority to the other remaining classes of shares.

Except in restricted circumstances, the shares do not carry an entitlement to vote at a general meeting.

5. Transactions with directors

Safequay Enterprises Limited is an associated company which is controlled by two of the directors of F J Chalcroft (Construction) Limited.