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FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 1995
FOR
BCM SCAFFOLDING SERVICES LIMITED



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BCM SCAFFOLDING SERVICES LIMITED

COMPANY INFORMATION

DIRECTOR: Barry Riley

SECRETARY: F. Shaw

REGISTERED OFFICE: Rooms 405-410 Radnor House
93-97 Regent Street
London W1R 7TD

REGISTERED NUMBER: 2478838

AUDITORS: Pethybridge Tarn & Co
Registered Auditor
Rooms 405-410, Radnor House
93-97 Regent Street
London W1R 7TD

REPORT OF THE DIRECTOR

The director presents his report with the financial statements of the company for the year ended 31 July 1995.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of providing scaffolding services.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

DIVIDENDS AND TRANSFERS TO RESERVES

No dividends will be distributed for the year ended 31 July 1995. The retained profit transferred to reserves will be £7,686.

DIRECTOR

The director of the company in office during the year and his beneficial interest in the issued share capital was as follows:

<u>Name</u>	<u>Class of Capital</u>	<u>31. 7.95</u>	<u>1. 8.94</u>
Barry Riley	Ordinary £1	30	30

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the director is required to

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

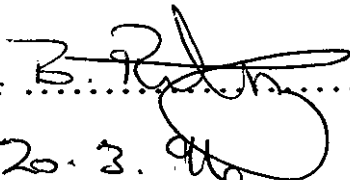
BCM SCAFFOLDING SERVICES LIMITED


REPORT OF THE DIRECTOR

AUDITORS

The auditors, Pethybridge Tarn & Co, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:

Director 

Dated: 20.3.96 

REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF
BCM SCAFFOLDING SERVICES LIMITED

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

Respective responsibilities of director and auditors

As described on page two the company's director is 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 director 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.

Unqualified opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31 July 1995 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

Pethybridge Tarn & Co
Registered Auditor
Rooms 405-410, Radnor House
93-97 Regent Street
London W1R 7TD

Dated:

Pethybridge Tarn & Co
28/03/96

BCM SCAFFOLDING SERVICES LIMITED

**PROFIT AND LOSS ACCOUNT
for the Year Ended 31 July 1995**

		31. 7.95	31. 7.94
	Notes	£	£
TURNOVER	2	603,138	622,479
Cost of Sales		394,142	406,605
GROSS PROFIT		208,996	215,874
Administrative Expenses		184,451	155,333
OPERATING PROFIT	4	24,545	60,541
Interest Payable and Similar Charges	5	16,859	16,243
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		7,686	44,298
Tax on Profit on Ordinary Activities	6	-	304
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		7,686	43,994
Retained Profit/(Deficit) brought forward		10,340	(33,654)
RETAINED PROFIT CARRIED FORWARD		£18,026	£10,340

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current and previous years.

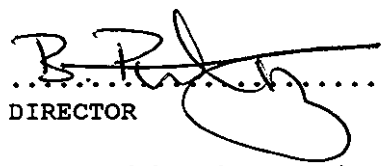
The notes form part of these financial statements

BCM SCAFFOLDING SERVICES LIMITED

BALANCE SHEET
As at 31 July 1995

		31. 7.95		31. 7.94	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible Assets	7		255,319		290,230
CURRENT ASSETS:					
Stocks	8	106,647		66,810	
Debtors	9	27,570		39,650	
Cash In Hand		2		215	
		134,219		106,675	
CREDITORS: Amounts falling due within one year	10	180,125		151,632	
NET CURRENT LIABILITIES:			(45,906)		(44,957)
TOTAL ASSETS LESS CURRENT LIABILITIES:			209,413		245,273
CREDITORS: Amounts falling due after more than one year	11		191,297		214,945
			£18,116		£30,328
CAPITAL AND RESERVES:					
Called Up Share Capital	14		90		90
Other Reserves	15		-		19,898
Profit & Loss Account			18,026		10,340
Shareholders' Funds	16		£18,116		£30,328

ON BEHALF OF THE BOARD:


.....
DIRECTOR

Approved by the Board on ...20/03/96.....

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 July 1995

1. ACCOUNTING POLICIES

Accounting Convention

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

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 or, if held under a finance lease, over the lease term, whichever is the shorter.

Scaffolding	- 20% on reducing balance
Plant & Machinery	- 20% on reducing balance
Fixtures & Fittings	- 25% on reducing balance
Motor Vehicles	- 25% on reducing balance
Commercial Vehicles	- 25% on reducing balance

Stocks

Work in progress is valued at the lower of cost and net realisable value.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Hire Purchase and Leasing Commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 July 1995

3. STAFF COSTS

	31. 7.95	31. 7.94
	£	£
Wages and Salaries	<u>76,434</u>	<u>93,467</u>

The average weekly number of employees during the year was as follows:

	31. 7.95	31. 7.94
General Staff	<u>5</u>	<u>5</u>

4. OPERATING PROFIT

The operating profit is stated after charging:

	31. 7.95	31. 7.94
	£	£
Depreciation - Owned Assets	62,632	69,814
Depreciation - Assets on Hire Purchase or Finance Leases	3,437	5,728
(Profit)/Loss on Disposal of Fixed Assets	-	5,506
Auditors' Remuneration	<u>4,785</u>	<u>4,200</u>
Director's Emoluments	<u>16,800</u>	<u>21,225</u>

5. INTEREST PAYABLE AND SIMILAR CHARGES

	31. 7.95	31. 7.94
	£	£
Bank Loans, Overdrafts and Other Loans repayable within five years: otherwise than by instalments	15,954	14,977
Finance Charges - Hire Purchase Contracts and Finance Leases	<u>905</u>	<u>1,266</u>
	<u>16,859</u>	<u>16,243</u>

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 July 1995

6. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	31. 7.95 £	31. 7.94 £
Based on the adjusted results of the year:		
UK Corporation Tax	-	304

UK Corporation Tax was charged at 25% in 1994.

7. TANGIBLE FIXED ASSETS

	Scaffolding	Plant & Machinery	Fixtures & Fittings
	£	£	£
COST:			
As at 1 August 1994	275,000	47,260	17,623
Additions	-	31,158	-
As at 31 July 1995	275,000	78,418	17,623
DEPRECIATION:			
As at 1 August 1994	55,000	12,830	8,379
Charge for Year	44,000	13,118	2,311
As at 31 July 1995	99,000	25,948	10,690
NET BOOK VALUE:			
As at 31 July 1995	£176,000	£52,470	£6,933
As at 31 July 1994	£220,000	£34,430	£9,244

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 July 1995

	Motor Vehicles	Commercial Vehicles	Totals
	£	£	£
COST:			
As at 1 August 1994	35,482	14,400	389,765
Additions	-	-	31,158
As at 31 July 1995	35,482	14,400	420,923
DEPRECIATION:			
As at 1 August 1994	17,308	6,018	99,535
Charge for Year	4,544	2,096	66,069
As at 31 July 1995	21,852	8,114	165,604
NET BOOK VALUE:			
As at 31 July 1995	£13,630	£6,286	£255,319
As at 31 July 1994	£18,174	£8,382	£290,230

Fixed assets, included in the above, which are held under hire purchase or finance leases are as follows:

	Motor Vehicles
	£
COST:	
As at 1 August 1994 and 31 July 1995	28,180
DEPRECIATION:	
As at 1 August 1994	10,997
Charge for Year	3,437
As at 31 July 1995	14,434
NET BOOK VALUE:	
As at 31 July 1995	£13,746
As at 31 July 1994	£17,183

8. STOCKS

	31. 7.95	31. 7.94
	£	£
Work in Progress	106,647	66,810

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 July 1995

9.	DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31. 7.95 £	31. 7.94 £
	Trade Debtors	21,215	8,803
	Other Debtors	3,834	15,763
	Prepayments & Accrued Income	2,521	15,084
		<u>27,570</u>	<u>39,650</u>
10.	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31. 7.95 £	31. 7.94 £
	Bank Loans and Overdrafts (See Note 12)	92,845	44,223
	Trade Creditors	23,031	54,688
	Directors Current Accounts	-	50
	Hire Purchase	3,168	7,585
	Other Creditors	12,749	12,749
	V.A.T.	6,178	15,958
	Other Taxes & Social Security	5,496	9,215
	Taxation	-	304
	Accrued Expenses	36,658	6,860
		<u>180,125</u>	<u>151,632</u>
11.	CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	31. 7.95 £	31. 7.94 £
	Bank Loans (See Note 12)	191,297	211,777
	Hire Purchase	-	3,168
		<u>191,297</u>	<u>214,945</u>

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 July 1995

12. LOANS AND OVERDRAFTS

An analysis of the maturity of loans and overdrafts is given below:

	31. 7.95 £	31. 7.94 £
Amounts falling due within one year or on demand:		
Bank Overdrafts	<u>92,845</u>	<u>44,223</u>
Amounts falling due between two and five years:		
Bank Loans	<u>191,297</u>	<u>211,777</u>

The bank loan is repayable on demand and subject to full clearance by means of monthly payments by the year 2000.

13. SECURED DEBTS

Bank loans and overdrafts are secured by a mortgage debenture incorporating a fixed and floating charge over all the assets of the company.

14. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal	31. 7.95	31. 7.94
		Value:	£	£
100,000	Ordinary	£1	<u>100,000</u>	<u>100,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal	31. 7.95	31. 7.94
		Value:	£	£
90	Ordinary	£1	<u>90</u>	<u>90</u>

15. OTHER RESERVES

	31. 7.95 £	31. 7.94 £
Brought Forward	19,898	74,898
Change in Year	(19,898)	(55,000)
	<u>-</u>	<u>19,898</u>

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 July 1995

16.	RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS	31. 7.95	31. 7.94
		£	£
	Profit for the Financial Year	7,686	43,994
	Amount trf'd from Revaluation Reserve	(19,898)	(55,000)
		<hr/>	<hr/>
	NET REDUCTION OF SHAREHOLDERS' FUNDS	(12,212)	(11,006)
	Opening Shareholders' Funds	30,328	41,334
		<hr/>	<hr/>
	CLOSING SHAREHOLDERS' FUNDS	18,116	30,328
		<hr/>	<hr/>
	Equity interests	18,116	30,328
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