

BAPP INDUSTRIAL SUPPLIES (MANSFIELD) LIMITED

ABBREVIATED ACCOUNTS

31 DECEMBER 1998

Registered number: 2496385

BARBER HARRISON & PLATT

Chartered Accountants

Sheffield



BAPP INDUSTRIAL SUPPLIES (MANSFIELD) LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 1998

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AUDITORS' REPORT TO BAPP Industrial Supplies (Mansfield) Limited**(under section 247B of the Companies Act 1985)**

We have examined the abbreviated accounts set out on pages 2 to 5, together with the financial statements of the company for the year ended 31 December 1998 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

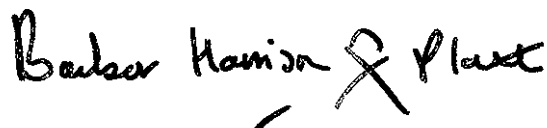
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (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 audited 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 the purpose of this report did 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 to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.



BARBER HARRISON & PLATT
Chartered Accountants and
Registered Auditors

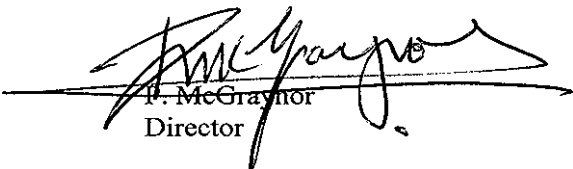
Sheffield
30 March 1999

BAPP INDUSTRIAL SUPPLIES (MANSFIELD) LIMITED**ABBREVIATED BALANCE SHEET****AT 31 DECEMBER 1998**

	Note	£	1998	£	1997	£
Fixed assets						
Tangible assets	2		32,157		53,992	
Current assets						
Stocks			19,050		25,178	
Debtors			120,678		125,152	
Cash in hand			59		132	
			<u>139,787</u>		<u>150,462</u>	
Creditors: amounts falling due within one year	3		<u>(183,709)</u>		<u>(212,804)</u>	
Net current liabilities			<u>(43,922)</u>		<u>(62,342)</u>	
Total assets less current liabilities			<u>(11,765)</u>		<u>(8,350)</u>	
Creditors: amounts falling due after more than one year	3		<u>(286)</u>		<u>(7,943)</u>	
			<u>(12,051)</u>		<u>(16,293)</u>	
Capital and reserves						
Called up share capital	4		100		100	
Profit and loss account			(12,151)		(16,393)	
Equity shareholders' funds			<u>(12,051)</u>		<u>(16,293)</u>	

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

The abbreviated accounts on pages 2 to 5 were approved by the board of directors on 30 March 1999 and signed on its behalf by:



P. McGrath
Director

BAPP INDUSTRIAL SUPPLIES (MANSFIELD) LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****FOR THE YEAR ENDED 31 DECEMBER 1998****1 Accounting policies****Basis of accounting**

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

Going concern

The accounts show a profit for the year of #4,106 but a deficiency of shareholders' funds at the year end of #12,187. The company's bank borrowings are supported by related parties to the cross guarantee (see note 15 to the accounts). The directors are taking steps to strengthen the management of the company and are optimistic that the company's profitability will improve further during the current financial year.

The directors believe in light of the above that it is appropriate for the financial statements to be prepared on a going concern basis.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

Depreciation

Depreciation of fixed assets is provided on a straight line basis at the following annual rates calculated to write off their cost or valuation less any residual value over their estimated useful lives:

Motor vehicles	20% - 25%
Fixtures and fittings	10% - 20%

Leases and hire purchase contracts

Assets which are financed by leasing and similar arrangements that give rights approximating to ownership are capitalised in the balance sheet and are depreciated over their useful lives. Outstanding obligations under such agreements net of interest are included as liabilities within creditors. The interest element of rental obligations is charged to the profit and loss account over the period of the leases and represents a constant proportion of the balance of capital repayments outstanding.

Operating lease rentals are charged to profit and loss account as incurred.

BAPP INDUSTRIAL SUPPLIES (MANSFIELD) LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****FOR THE YEAR ENDED 31 DECEMBER 1998****1 Accounting policies continued****Stocks**

Stocks are valued at the lower of cost and net realisable value. Net realisable value is the price at which the stock could be realised in the normal course of trade.

Deferred taxation

Provision is made for deferred taxation, using the liability method, on all timing differences to the extent that it is probable that a liability or asset will crystallise in the foreseeable future.

2 Fixed assets

Cost	Tangible fixed assets £
1 January 1998	94,601
Additions	2,190
Disposals	(25,001)
31 December 1998	<u>71,790</u>
Depreciation	
1 January 1998	40,609
Charge for year	15,125
Disposals	(16,101)
31 December 1998	<u>39,633</u>
Net book amount	
31 December 1998	<u><u>32,157</u></u>
1 January 1998	<u><u>53,992</u></u>

BAPP INDUSTRIAL SUPPLIES (MANSFIELD) LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****FOR THE YEAR ENDED 31 DECEMBER 1998****3 Creditors**

Creditors include the following secured amounts:

	1998	1997
	£	£
Bank overdraft	61,336	49,139
Hire purchase creditors	7,945	22,638
	<u>69,281</u>	<u>71,777</u>

4 Called up share capital

	1998	1997
	£	£
Authorised		
Ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid		
Ordinary shares of £1 each	<u>100</u>	<u>100</u>

5 Contingent liabilities

The company has an agreement to cross guarantee the bank overdrafts of the various companies in which the directors Mr P. McGraynor, Mr D.G. Cook and Mr B.M. Cook have a material interest.