

ABBREVIATED FINANCIAL STATEMENTS

C F RECOVERY SERVICES LIMITED

31ST MARCH 1997

Registered number: 3016454

RAINBOW GILLESPIE

CHARTERED ACCOUNTANTS

Newcastle upon Tyne



C F RECOVERY SERVICES LIMITED**Auditors' report to
C F Recovery Services Limited
under section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements set out on pages 2 to 5, together with the financial statements of the company for the year ended 31st March 1997 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

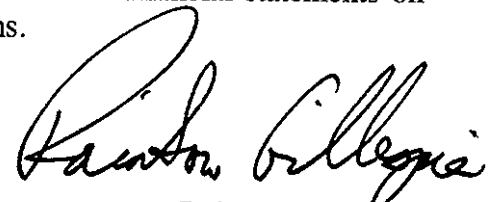
The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements 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 financial statements and that the abbreviated financial statements to be delivered are properly prepared. 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 to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 5 are properly prepared in accordance with those provisions.



Rainbow Gillespie
Registered Auditors
Chartered Accountants

Newcastle upon Tyne
30th July 1998

C F RECOVERY SERVICES LIMITED

ABBREVIATED BALANCE SHEET

at 31st March 1997

		1997			
	Note	£	£	£	£
Fixed assets					
Intangible assets	2		12,000		16,000
Tangible assets	2		482,171		403,685
Investments	2		760		240
			<u>494,931</u>		<u>419,925</u>
Current assets					
Stocks		2,971		2,674	
Debtors		82,384		65,260	
Cash at bank and in hand		387		8,128	
		<u>85,742</u>		<u>76,062</u>	
Creditors: amounts falling due within one year		<u>(225,494)</u>		<u>(142,059)</u>	
Net current liabilities			<u>(139,752)</u>		<u>(65,997)</u>
Total assets less current liabilities			355,179		353,928
Creditors: amounts falling due after more than one year	3		<u>(317,596)</u>		<u>(366,423)</u>
			<u>37,583</u>		<u>(12,495)</u>
Capital and reserves					
Called up share capital	4		1,000		1,000
Revaluation reserve			31,750		-
Profit and loss account			4,833		(13,495)
Total shareholders' funds			<u>37,583</u>		<u>(12,495)</u>

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 5 were approved by the director on 30th July 1998.

F A. Calvert

F A Calvert
Director

30/7/98

C F RECOVERY SERVICES LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st March 1997

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules, except for freehold property which is stated at valuation.

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.

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 calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Freehold buildings	2.5%	
Plant and machinery	25%	on cost when new
Motor vehicles	25%	
Goodwill	20%	

Leases and hire purchase contracts

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of the lease in such a way as to give a reasonably constant charge on the outstanding liability.

Rentals paid under operating leases are charged to income as incurred.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

Deferred taxation

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

C F RECOVERY SERVICES LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st March 1997

2 Fixed assets

Cost	Intangible fixed assets £	Tangible fixed assets £	Fixed asset investments £	Total £
1st April 1996	20,000	493,869	240	514,109
Surplus on revaluation	-	20,000	-	20,000
Additions	-	148,901	520	149,421
	<u>20,000</u>	<u>662,770</u>	<u>760</u>	<u>683,530</u>
31st March 1997	20,000	662,770	760	683,530
Depreciation				
1st April 1996	4,000	90,184	-	94,184
Charge for year	4,000	102,165	-	106,165
Eliminated on revaluation	-	(11,750)	-	(11,750)
	<u>8,000</u>	<u>180,599</u>	<u>-</u>	<u>188,599</u>
31st March 1997	8,000	180,599	-	188,599
Net book amount				
31st March 1997	<u>12,000</u>	<u>482,171</u>	<u>760</u>	<u>494,931</u>
1st April 1996	<u>16,000</u>	<u>403,685</u>	<u>240</u>	<u>419,925</u>

3 Creditors:

1997	1996
£	£

Creditors include the following amounts:

Amounts falling due after more than five years:

Bank loans	<u>40,942</u>	<u>88,662</u>
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C F RECOVERY SERVICES LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st March 1997

4 Called up share capital

	1997		1996	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>
Allotted called up and fully paid				
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>