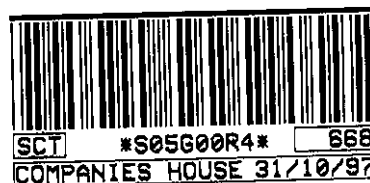


**HARLEN FABRICATION LIMITED**  
**ABBREVIATED FINANCIAL STATEMENTS**  
**30 JUNE 1997**



Handwritten signature or initials.

**WILLIAMSON & DUNN**  
Chartered Accountants & Registered Auditors  
3 West Craibstone Street  
Aberdeen  
AB11 6YW

**HARLEN FABRICATION LIMITED**  
**ABBREVIATED FINANCIAL STATEMENTS**  
**YEAR ENDED 30 JUNE 1997**

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# HARLEN FABRICATION LIMITED

## AUDITORS' REPORT TO THE COMPANY

### PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

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We have examined the abbreviated accounts on pages 3 to 5, together with the financial statements of the company prepared under Section 226 of the Companies Act 1985 for the year ended 30 June 1997.

#### RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

The directors are responsible for preparing abbreviated accounts in accordance with Schedule 8A to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to prepare accounts under the special provisions of section 246 of the Act referred to in the directors' statement on page 3 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

#### BASIS OF OPINION

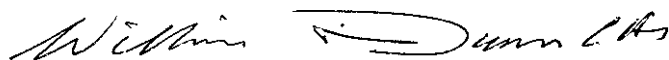
We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to prepare accounts under the provisions referred to above and that the abbreviated accounts have been properly prepared from those financial statements. 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 under the Companies Act 1985 to deliver abbreviated accounts prepared in accordance with sections 246 and 247 of the Act, in respect of the year ended 30 June 1997, and the abbreviated accounts on pages 3 to 5 have been properly prepared in accordance with Schedule 8A of the Act.

#### OTHER INFORMATION

On 24.10......1997 we reported, as auditors of the company, to the shareholders on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 30 June 1997, and the full text of our audit report is reproduced on page 2 of these financial statements.



WILLIAMSON & DUNN  
Chartered Accountants & Registered Auditors

3 West Craibstone Street  
Aberdeen

AB11 6YW

24.10......1997

# HARLEN FABRICATION LIMITED

## AUDITORS' REPORT TO THE SHAREHOLDERS

YEAR ENDED 30 JUNE 1997

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We have audited the financial statements on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

### RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

As described on page 1, the company's directors are responsible for the preparation of the 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.

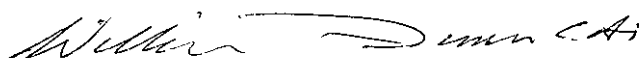
### BASIS OF OPINION

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 judgements made by the directors 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.

### OPINION

In our opinion the financial statements give a true and fair view of the company's state of affairs as at 30 June 1997 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.



WILLIAMSON & DUNN  
Chartered Accountants & Registered Auditors

3 West Craibstone Street  
Aberdeen

AB11 6YW

24.10.1997

# HARLEN FABRICATION LIMITED

## ABBREVIATED BALANCE SHEET

30 JUNE 1997

	Note	1997	1996
		£	£
<b>FIXED ASSETS</b>	2		
Tangible assets		268,894	177,988
<b>CURRENT ASSETS</b>			
Stocks		19,984	22,080
Debtors		156,187	221,432
Cash at bank and in hand		147,756	135,571
		<u>323,927</u>	<u>379,083</u>
<b>CREDITORS: Amounts falling due within one year</b>		<u>(118,816)</u>	<u>(188,458)</u>
<b>NET CURRENT ASSETS</b>		205,111	190,625
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>474,005</u>	<u>368,613</u>
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>		<u>(6,979)</u>	<u>(7,500)</u>
<b>NET ASSETS</b>		<u>467,026</u>	<u>361,113</u>
<b>CAPITAL AND RESERVES</b>			
Called-up share capital	3	6,000	6,000
Profit and loss account		461,026	355,113
<b>SHAREHOLDERS' FUNDS</b>		<u>467,026</u>	<u>361,113</u>

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on the 24.10.1997 and are signed on their behalf by:



MR LEONARD DAVIDSON

The notes on pages 4 to 5 form part of these financial statements.

# HARLEN FABRICATION LIMITED

## NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 1997

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### 1. ACCOUNTING POLICIES

#### **Basis of accounting**

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

#### **Cash flow statement**

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 from including a cash flow statement in the financial statements on the grounds that the company is small.

#### **Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

#### **Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Property	- over 50 years
Plant and machinery	- over 6 years
Office equipment	- over 6 years
Motor vehicles	- over 4 years

#### **Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

#### **Pension costs**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

#### **Deferred taxation**

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.



# HARLEN FABRICATION LIMITED

## NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 1997

### 2. FIXED ASSETS

	Tangible Fixed Assets £
<b>COST</b>	
At 1 July 1996	436,844
Additions	<u>112,418</u>
At 30 June 1997	<u>549,262</u>
<b>DEPRECIATION</b>	
At 1 July 1996	258,856
Charge for year	<u>21,512</u>
At 30 June 1997	<u>280,368</u>
<b>NET BOOK VALUE</b>	
At 30 June 1997	<u>268,894</u>
At 30 June 1996	<u>177,988</u>

### 3. SHARE CAPITAL

#### Authorised share capital:

	1997 £	1996 £
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

#### Allotted, called up and fully paid:

	1997 £	1996 £
Ordinary share capital	<u>6,000</u>	<u>6,000</u>

