

DYCEM LIMITED
ABBREVIATED ACCOUNTS
YEAR ENDED 31 DECEMBER 1995

REGISTERED NO.893039
(England & Wales)



AUDITOR'S REPORT TO THE DIRECTORS OF DYCEM LIMITED
UNDER PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 3 to 5 together with the full statutory accounts of the Company for the year ended 31 December 1995, prepared under Section 226 of the Companies Act 1985 as modified by the exemptions provided by Part 1 of Schedule 8.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The Directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the Company's entitlement to the exemptions claimed 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 full statutory accounts that the Company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those accounts. 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 statutory accounts.

OPINION

In our opinion the Company is entitled under Sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31 December 1995, and the abbreviated accounts on pages 3 to 5 have been properly prepared in accordance with that Schedule.

OTHER INFORMATION

On ~~20~~ May 1996 we reported, as auditors of Dycem Limited, to the shareholders on the full statutory accounts for the year ended 31 December 1995, and our audit report was as follows:

"We have audited the accounts on pages 3 to 8 which have been prepared in accordance with the accounting policies set out on pages 5 and 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1, the Company's Directors are responsible for the preparation of accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with the 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 accounts. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

AUDITORS REPORT TO THE DIRECTORS OF DYCEM LIMITED
UNDER PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985 (Continued)

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 accounts 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 accounts.

OPINION

In our opinion the accounts give a true and fair view of the state of the Company's affairs as at 31 December 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."



DURY & PARCELL

CHARTERED ACCOUNTANTS AND REGISTERED AUDITOR

8 THE PLAIN

THORNBURY

BRISTOL BS12 2AG

20th MAY 1996

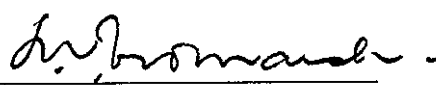
ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 1995

	<u>Notes</u>	<u>1995</u>	<u>1994</u>
<u>FIXED ASSETS</u>	<u>2</u>		
Intangible Assets		4,211	3,784
Tangible Assets		64,993	60,882
		<hr/>	<hr/>
		69,204	64,666
<u>CURRENT ASSETS</u>			
Stocks		262,651	162,826
Debtors	<u>3</u>	320,656	283,922
Cash at Bank & in Hand		252,854	321,992
		<hr/>	<hr/>
		836,161	768,740
<u>LESS: CURRENT LIABILITIES</u>			
Creditors - amounts falling due within one year		(213,024)	(196,951)
		<hr/>	<hr/>
<u>NET CURRENT ASSETS</u>		623,137	571,789
		<hr/>	<hr/>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		692,341	636,455
<u>PROVISION FOR LIABILITIES AND CHARGES</u>		(7,611)	(7,611)
		<hr/>	<hr/>
<u>NET ASSETS</u>		£684,730	£628,844
		<hr/>	<hr/>
<u>CAPITAL AND RESERVES</u>			
Called up Share Capital	<u>4</u>	23,800	23,800
Profit and Loss Account		660,930	605,044
		<hr/>	<hr/>
		£684,730	£628,844
		<hr/>	<hr/>

The Directors have taken advantage of the exemptions conferred by Part III of Schedule 8 to the Companies Act 1985 and have done so on the grounds that, in their opinion, the Company is entitled to those exemptions as a small Company.

In the preparation of the Company's annual accounts, the Directors have taken advantage of special exemptions applicable to small Companies provided by Part 1 of Schedule 8 and have done so on the grounds that, in their opinion, the Company is entitled to those exemptions as a small Company.

Signed on behalf of the Board of Directors


 JN TIDMARSH - Director

Approved by the Board : 20 May 1996

NOTES TO THE ACCOUNTS - 31 DECEMBER 19951. ACCOUNTING POLICIESa) Basis of Accounting

The accounts have been prepared under the historical cost convention.

b) Turnover

Turnover represents net invoiced sales of goods, excluding VAT.

c) Intangible Fixed Assets and Amortisation

Patents and Trademarks are written off over their anticipated useful economic lives of 6 years on a straight line basis.

Renewals are written off in the year of renewal.

d) Tangible Fixed Assets and Depreciation

Depreciation is being charged so as to write off each asset's cost (less any residual value) over its anticipated useful economic life except for Plant and Machinery where SSAP 12 is not followed because of the specialised nature of the asset and depreciation is based on the Directors' commercial view at the time of purchase of the plant.

Plant and Machinery	20% -	on cost
Fixtures, Fittings, Tools & Equipment	20% - 100%	on cost
Motor Vehicles	25%	on cost
Leasehold Premises (USA)	50% - 85%	on cost

e) Stocks

Stocks and Work in Progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost includes all direct expenditure.

f) Deferred Taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the Directors, there is reasonable probability that the liability will not arise in the foreseeable future.

g) Foreign Currencies

Transactions expressed in foreign currencies have been translated into sterling at the rates of exchanges approximating to those ruling at the date of the transaction. Assets and liabilities are translated into sterling rates of exchange ruling at the Balance Sheet date. Exchange differences are taken into account in arriving at the operating profit.

h) Research and Development

Research and development expenditure is written off in the year in which it is incurred.

i) Operating Leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profit as incurred.

j) Pension Costs

Contributions in respect of the Company's defined contribution pension scheme are charged to the profit and loss account for the year in which they are payable to the scheme.

NOTES TO THE ACCOUNTS - 31 DECEMBER 1995 - CONTINUED2. FIXED ASSETS

	<u>Intangible Assets</u>	<u>Tangible Fixed Assets</u>	<u>Total</u>
<u>AT COST</u>			
At 31 December 1994	43,166	476,675	519,841
Additions	1,473	33,791	35,264
Disposals	-	(6,409)	(6,409)
Exchange Adjustment	-	1,703	1,703
At 31 December 1995	44,639	505,760	550,399
<u>DEPRECIATION</u>			
At 31 December 1994	39,382	415,793	455,175
Charge for Year	1,046	29,829	30,875
On Disposals	-	(6,295)	(6,295)
Exchange Adjustment	-	1,440	1,440
31 December 1995	40,428	440,767	481,195
<u>NET BOOK AMOUNT</u>			
31 December 1994	£3,784	£60,882	£64,666
31 December 1995	£4,211	£64,993	£69,204

3. DEBTORS

All debtors fall due within one year.

4. SHARE CAPITAL

	<u>1995</u>	<u>1994</u>
Authorised, Allotted, Called up and Fully Paid		
23,800 Ordinary Shares of £1 each	£23,800	£23,800