

SPECIALIST EXPLOSIVE SERVICES LTD.

ABBREVIATED ACCOUNTS

31st July, 1995

COMPANY NUMBER 01175386

England & Wales



REPORT OF THE AUDITORS TO THE DIRECTORS OF
SPECIALIST EXPLOSIVE SERVICES LIMITED
UNDER PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the Abbreviated Accounts set out on page 2 together with the full statutory Accounts of the Company. the scope of our work for the purposes of this report was limited to confirming the opinion as set out in the following paragraph.

In our opinion, the Company is entitled to the exemption as set out in the Directors' statement on page 2 and the Abbreviated Accounts have been properly prepared in accordance with Part III of Schedule 8 to the Companies Act 1985.

On 20th Nov. 1995 we reported to the shareholders on the statutory Accounts of the Company for the year ended 31st July, 1995 prepared under Section 226 of the Companies Act 1985 as modified by the exemptions provided by Part I of Schedule 8. Our report under Section 235 of the Companies Act 1985 was as follows:

We have audited the Accounts on pages 3 to 9 which have been prepared under the historical cost convention and the accounting policies set out on pages 7 to 9.

RESPECTIVE RESPONSIBILITIES OF DIRECTOR 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 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.

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 mis-statement whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacies 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 31st 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.


.....
FULLER WORBOYS & CO

Chartered Accountants and Registered Auditors

3 Derby Road

Ripley

Derbyshire. DE5 3EA

Date 22/11/995

SPECIALIST EXPLOSIVE SERVICES LIMITED
315, WATNALL ROAD, HUCKNALL, NOTTINGHAM

REGISTERED NUMBER : 01175386

ABBREVIATED BALANCE SHEET

31ST JULY, 1995

| | Notes | £ | 1995 | £ | £ | 1994 | £ |
|--|-------|---|---------------|----------------|---------------|---------------|----------------|
| FIXED ASSETS | | | | | | | |
| Tangible Assets | 2 | | 75538 | | | 74154 | |
| Investments | 3 | | <u>100393</u> | 175931 | <u>100000</u> | | 174154 |
| CURRENT ASSETS | | | | | | | |
| Stock | | | 2780 | | | 1850 | |
| Debtors | 4 | | 59303 | | | 90175 | |
| Prepayments | | | 8404 | | | 8148 | |
| Cash at Bank | | | <u>334064</u> | | | <u>307287</u> | |
| | | | 404551 | | | 407460 | |
| CREDITORS: | | | | | | | |
| Amounts Falling Due | | | | | | | |
| Within One Year | | | | | | | |
| Sundry Creditors | | | <u>73033</u> | | | <u>104341</u> | |
| NET CURRENT ASSETS | | | | <u>33518</u> | | | <u>303119</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | | <u>£507449</u> | | | <u>£477273</u> |

CAPITAL AND RESERVES

Called Up Share Capital

Authorised:

1000 Ordinary Shares

of £1 Each

£1000

£1000

Allotted, Called Up and Fully Paid:

200 Ordinary Shares

of £1 Each

200

200

Profit and Loss Account

507249

477073

£507449

£477273

The Directors have taken advantage of the exemptions conferred by Part III of Schedule 8 of 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 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

Ian Bentley Director

Approved by the Board on 20.11.95

SPECIALIST EXPLOSIVE SERVICES LIMITED
NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST JULY, 1995

1) ACCOUNTING POLICIES

Basic of Accounting

The Accounts have been prepared under the historical cost convention.

Cashflow

The Company has taken advantage of the exemption in FRS 1 from the requirement to prepare a cash flow statement on the grounds that it is a small Company.

Turnover

Turnover comprises the invoiced value of goods and services supplied by the Company net of VAT and trade discounts.

Tangible Fixed Assets

Depreciation is provided after taking into account any grants receivable at rates calculated to write off cost of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Freehold Land and Building - The Directors consider that no depreciation charge is necessary as they estimate the market value to be in excess of the cost.

| | | |
|------------------------------------|---|----------------------------|
| Drilling Equipment etc | - | 30% reducing balance basis |
| Motor Vehicles | - | 25% reducing balance basis |
| Office Equipment | - | 15% reducing balance basis |
| Mobile Site Office and Store Sheds | - | 15% reducing balance basis |

Stocks and Work in Progress

Stock is valued at the lower of cost and net realisable value, after making due allowances for obsolete items.

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.

SPECIALIST EXPLOSIVE SERVICES LIMITED
NOTES TO THE ACCOUNTS (Continued) FOR THE YEAR ENDED 31ST JULY, 1995

2) TANGIBLE FIXED ASSETS

| | <u>Land</u> | | | | <u>Mobile Site</u> | |
|------------------------|---------------------|----------------------|------------------|-----------------|--------------------|--------------|
| | <u>Station Road</u> | <u>Drilling</u> | <u>Office</u> | <u>Motor</u> | <u>Office and</u> | |
| | <u>Hucknall</u> | <u>Equipment etc</u> | <u>Equipment</u> | <u>Vehicles</u> | <u>Store Sheds</u> | <u>Total</u> |
| COST | | | | | | |
| At 1.8.94 | 14959 | 177223 | 10175 | 52138 | 4171 | 258666 |
| Additions | --- | 26250 | --- | 3277 | --- | 29527 |
| Disposals | --- | (4500) | --- | (10953) | --- | (15453) |
| At 31.7.95 | 14959 | 198973 | 10175 | 44462 | 4171 | £272740 |
| | ===== | ===== | ===== | ===== | ===== | ===== |
| DEPRECIATION | | | | | | |
| At 1.8.94 | --- | 151840 | 4269 | 26071 | 2332 | 184512 |
| On Disposals | --- | (1350) | --- | (8353) | --- | (9703) |
| Charge for Year | --- | 14545 | 886 | 6686 | 276 | 22393 |
| At 31.7.95 | --- | 165035 | 5155 | 24404 | 2608 | £197202 |
| | ===== | ===== | ===== | ===== | ===== | ===== |
| NET BOOK VALUES | | | | | | |
| At 31.7.95 | £14959 | £33938 | £5020 | £20058 | £1563 | £ 75538 |
| | ===== | ===== | ===== | ===== | ===== | ===== |
| At 1.8.94 | £14959 | £25383 | £5906 | £26067 | £1839 | £ 74154 |
| | ===== | ===== | ===== | ===== | ===== | ===== |

3) INVESTMENTS

| | |
|-------------|--------------|
| COST | <u>Total</u> |
| At 1.8.94 | 100000 |
| Additions | 393 |
| At 31.7.95 | £100393 |
| | ===== |

The Market Value at 31st July, 1995 was £97849.

4) DEBTORS

Include an amount of £ NIL (Previous Year £ NIL) falling due after more than one year.

5) TRANSACTIONS WITH DIRECTORS

Material Interests of Directors

There were no contracts during or at the year end in which a Director was, or is, materially interested.