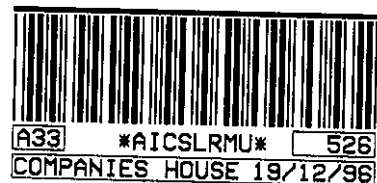


JBJ PALLETS LIMITED

ABBREVIATED ACCOUNTS

For the year ended 5 April 1996



JBJ PALLETS LIMITED

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 3 to 5 together with the financial statements of JBJ Pallets Limited prepared under Section 226 of the Companies Act 1985 for the year ended 5 April 1996.

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 audited financial statements, that the company is entitled to the exemptions 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 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 5 April 1996 and the abbreviated accounts on pages 3 to 5 have been properly prepared in accordance with that Schedule.

Other Information

On 9 October 1996 we reported, as auditors of JBJ Pallets Limited to the members on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 5 April 1996 and our audit report was as follows:-

We report on the financial statements on pages 3 to 7 which have been prepared following the accounting policies set out on page 5.

Respective responsibilities of directors and auditors

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

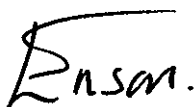
Basis of opinion

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.

AUDITORS' REPORT TOJBH PALLETS LIMITEDPURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985Opinion

In our opinion, the financial statements give a true and fair view of the state of the company's affairs as at 5 April 1996 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.



Ensors
Chartered Accountants
Registered Auditor
Haverhill

9th October 1996

ABBREVIATED BALANCE SHEET


At 5 April 1996

	<u>Note</u>	<u>1996</u>	<u>1995</u>
<u>FIXED ASSETS</u>			
Tangible Assets	2	185,206	172,231
<u>CURRENT ASSETS</u>			
Stocks		17,061	16,473
Debtors		230,353	156,086
Cash at Bank and in Hand		22,227	13,390
		-----	-----
		269,641	185,949
		-----	-----
<u>CREDITORS</u> : Amounts falling due within one year		114,390	75,458
		-----	-----
<u>NET CURRENT ASSETS</u>		155,251	110,491
		-----	-----
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		340,457	282,722
<u>PROVISIONS FOR LIABILITIES AND CHARGES</u> :			
Deferred Taxation		10,172	10,483
		-----	-----
		330,285	272,239
		=====	=====
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	3	5,000	5,000
Profit and Loss Account		325,285	267,239
		-----	-----
<u>SHAREHOLDERS FUNDS</u>		330,285	272,239
		=====	=====

In preparing these abbreviated financial statements:

- (a) We have relied upon the exemptions for individual accounts conferred by Section A Part 3 of Schedule 8 of the Companies Act 1985; and
- (b) We have done so on the grounds that the company is entitled to the benefit of these exemptions as a small company.

Approved by the board on *9th October* 1996
and signed on its behalf by


.....
B C Thomson

Directors


.....
Mrs J A B Thomson

JBU PALLETS LIMITEDNOTES TO THE ABBREVIATED ACCOUNTS

For the year ended 5 April 1996

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards on the historical cost basis.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is calculated using the first-in-first-out method and consists of material and direct labour costs, together with an appropriate proportion of production overheads.

Depreciation

Depreciation is calculated to write off cost less estimated residual value of fixed assets, except freehold land, over their estimated useful lives as follows:

Buildings and Property Improvements	- are not depreciated as in the opinion of the directors their residual value will not be lower than cost
Plant and Machinery	- 25% on written down value
Motor Vehicles	- 25% on written down value

Deferred Taxation

Deferred taxation is provided on the liability method on all liabilities which are expected to crystallise in the future, at the rate of tax expected to apply on reversal of the timing differences.

Cashflow Statement

The company has taken advantage of the exemption conferred by Financial Reporting Standard No.1 and has not prepared a cashflow statement on the grounds that it qualifies as a small company.

Turnover

Turnover represents the invoiced amount of goods and services provided, stated net of value added tax. All turnover is attributed to the main activity and is achieved within the United Kingdom.

JBJ PALLETS LIMITEDNOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)For the year ended 5 April 19962. TANGIBLE FIXED ASSETS

	Total ----- £
Cost:	
At 6 April 1995	250,374
Additions	47,945
Disposals	(23,250)

At 5 April 1996	275,069

Depreciation:	
At 6 April 1995	78,143
Charge for the year	17,533
On disposals	(5,813)

At 5 April 1996	89,863

Net Book Value:	
At 5 April 1996	185,206
	=====
At 5 April 1995	172,231
	=====

3. CALLED UP SHARE CAPITAL

	<u>Authorised</u> <u>1996 and 1995</u>	<u>Allotted, called up</u> <u>and fully paid</u> <u>1996 and 1995</u>
	<u>No.</u>	<u>£</u>
Ordinary Shares of £1 each	5,000	5,000
	=====	=====