

JBJ PALLETS LIMITED

ABBREVIATED ACCOUNTS

For the year ended 5 April 1997



AUDITORS' REPORT TO**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 1997.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts 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 accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts 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 consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the companies Act 1985, and the abbreviated accounts on pages 3 to 5 are properly prepared in accordance with those provisions.

Other Information

On 20 January 1998 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 1997 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.

However, the evidence available to us was limited because we were unable to carry out auditing procedures necessary to obtain adequate assurance regarding the quantities and condition of the stock at the year end, amounting to £44,705 as shown on the balance sheet. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial statements.

AUDITORS' REPORT TOJBJ PALLETS LIMITEDPURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985Qualified Opinion Arising from Limitation in Audit Scope

Except for any adjustments that might have been found to be necessary had we been able to obtain sufficient evidence concerning stock, in our opinion, the financial statements give a true and fair view of the state of the company's affairs at 5 April 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.

In respect alone of the limitation on our work relating to stock:

- we have not obtained all the information and explanations that we considered necessary to the purpose of our audit; and
- we were unable to determine whether proper accounting records had been maintained.



Ensors
Chartered Accountants
Registered Auditor
Haverhill

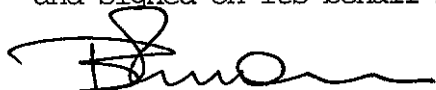
ABBREVIATED BALANCE SHEETAt 5 April 1997

	<u>Note</u>	<u>1997</u>	<u>1996</u>
		£	£
<u>FIXED ASSETS</u>			
Tangible Assets	2	198,029	185,206
<u>CURRENT ASSETS</u>			
Stocks		44,705	17,061
Debtors		192,047	230,353
Cash at Bank and in Hand		54,875	22,227
		-----	-----
		291,627	269,641
		-----	-----
<u>CREDITORS</u> : Amounts falling due within one year		99,636	114,390
		-----	-----
<u>NET CURRENT ASSETS</u>		194,744	155,251
		-----	-----
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		392,773	340,457
<u>PROVISIONS FOR LIABILITIES AND CHARGES</u> :			
Deferred Taxation		9,355	10,172
		-----	-----
		383,418	330,285
		=====	=====
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	3	5,000	5,000
Profit and Loss Account		378,418	325,285
		-----	-----
<u>SHAREHOLDERS FUNDS</u>		383,418	330,285
		=====	=====

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 20 January 1998
and signed on its behalf by


.....
B C Thomson

Directors


.....
Mrs J A B Thomson

JBJ PALLETS LIMITEDNOTES TO THE ABBREVIATED ACCOUNTSFor the year ended 5 April 1997**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 19972. TANGIBLE FIXED ASSETS

	Total

	£
Cost:	
At 6 April 1996	275,069
Additions	30,499

At 5 April 1997	305,568

Depreciation:	
At 6 April 1996	89,863
Charge for the year	17,676

At 5 April 1997	107,539

Net Book Value:	
At 5 April 1997	198,029
	=====
At 5 April 1996	185,206
	=====

3. CALLED UP SHARE CAPITAL

	Authorised <u>1997 and 1996</u>	Allotted, called up and fully paid <u>1997 and 1996</u>
	<u>No.</u>	£
Ordinary Shares of £1 each	5,000	5,000
	=====	=====