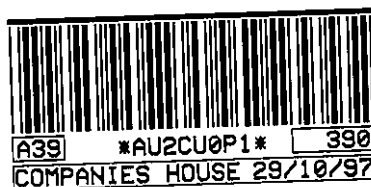


HAVENSTREET ELECTRICAL LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 1996

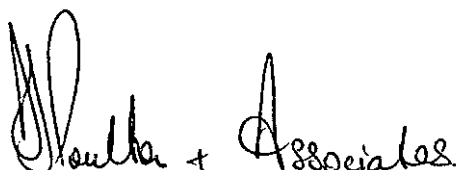
D J POULTON & ASSOCIATES
1 THE DOLPHIN
SEA STREET
NEWPORT
ISLE OF WIGHT
PO30 5BW



**REPORT TO THE DIRECTORS OF HAVENSTREET ELECTRICAL LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages 2 to 4 together with the full financial statements of Havenstreet Electrical Limited for the year ended 31 December 1996. The scope of our work for the purpose of this report was limited to confirming that the directors are entitled to deliver abbreviated accounts and that the abbreviated accounts have been properly prepared from the full financial statements.

In our opinion the directors are entitled under Sections 246 and 247 of the Companies Act 1985 to deliver abbreviated accounts in respect of the year ended 31 December 1996, and the abbreviated accounts have been properly prepared in accordance with Schedule 8 to that Act.

A handwritten signature in dark ink, appearing to read 'D J Poulton & Associates', with a stylized flourish at the end.

D J POULTON & ASSOCIATES
Chartered Certified Accountants
Newport
Isle of Wight

28 October 1997


Company Registration No: 1232148

ABBREVIATED BALANCE SHEET
at 31 December 1996

| | <u>Note</u> | <u>1996</u> | <u>1995</u> |
|--|-------------|-----------------|-----------------|
| | | £ | £ |
| Fixed assets | | | |
| Tangible assets | 2 | 37,946 | 38,890 |
| Current assets | | | |
| Debtors | | 2,404 | 2,048 |
| Cash at bank and in hand | | 3,946 | 1,129 |
| | | <u>6,350</u> | <u>3,177</u> |
| Creditors: amounts falling due within due within one year | | 2,882 | 1,618 |
| | | <u></u> | <u></u> |
| Net current assets | | 3,468 | 1,559 |
| Total assets | | <u>£ 41,414</u> | <u>£ 40,449</u> |
| Capital and reserves | | | |
| Called up share capital | 3 | 70 | 70 |
| Profit and loss account | | 41,344 | 40,379 |
| | | <u>£ 41,414</u> | <u>£ 40,449</u> |

- a) For the year ended 31 December 1996 the company was entitled to exemption under subsection (1) of Section 249A of the Companies Act 1985, from having these financial statements audited.
- b) No notice has been deposited under subsection (2) of Section 249B of the Companies Act 1985, requiring such audit.
- c) The directors acknowledge their responsibility for :
- ensuring that the company keeps proper accounting records which comply with Section 221 of the Companies Act 1985,
 - preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to accounts so far as applicable to this company.
- d) In preparing these abbreviated accounts the directors have relied upon the exemptions contained in Sections 246 of the Companies Act 1985, on the basis that the company qualifies as a small company for the year.

These financial statements were approved by the Board on 28 October 1997.

 DIRECTOR
C. LEAL

NOTES TO THE FINANCIAL STATEMENTS**1. Accounting policies**

The financial statements have been prepared under the historical cost convention in accordance with applicable accounting standards. The principal accounting policies of the company have remained unchanged from the previous year and are set out below:

a) Depreciation and amortisation

Depreciation of fixtures, fittings and equipment is calculated on original cost to write off assets over their expected useful lives on a reducing balance basis at the following rate:

| | |
|----------------------------------|---------------|
| Fixtures, fittings and equipment | 15% per annum |
|----------------------------------|---------------|

Depreciation of freehold land and buildings is provided on a straight line basis to write off such assets over their expected useful life at the following rate:

| | |
|-----------------------------|----|
| Freehold land and buildings | 2% |
|-----------------------------|----|

b) Deferred taxation

Deferred taxation is the taxation attributable to timing differences between profits computed for taxation purposes and results as stated in the financial statements. Deferred taxation is provided using the liability method in respect of the tax effect of all timing differences to the extent that it is probable that liabilities will crystalize in the foreseeable future. Deferred taxation is calculated on the rate at which it is estimated that the tax will be paid when the timing differences reverse.

2. Fixed assets

| | Total | Freehold land and buildings | Fixtures and fittings |
|---------------------|----------|-----------------------------------|-----------------------------|
| Cost | £ | £ | £ |
| At 31 December 1995 | 44,412 | 40,881 | 3,531 |
| At 31 December 1996 | 44,412 | 40,881 | 3,531 |
| Depreciation | | | |
| At 31 December 1995 | 5,522 | 3,272 | 2,250 |
| Provision in year | 944 | 752 | 192 |
| At 31 December 1996 | 6,466 | 4,024 | 2,442 |
| Net book value | | | |
| At 31 December 1996 | £ 37,946 | 36,857 | 1,089 |
| Net book value | | | |
| At 31 December 1995 | £ 38,890 | 37,609 | 1,281 |

NOTES TO THE FINANCIAL STATEMENTS (continued)**3. Share capital**

| | <u>1996 and 1995</u> |
|------------------------------------|----------------------|
| | £ |
| Authorised | |
| 100 ordinary shares of £1 each | 100 |
| | <u> </u> |
| Allotted, called up and fully paid | |
| 70 ordinary shares of £1 each | 70 |
| | <u> </u> |