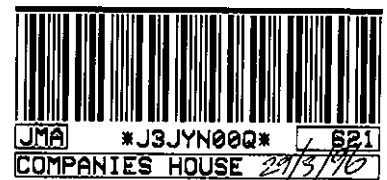


REGISTERED NUMBER: 1259746 (England and Wales)

ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 1995

FOR

CANTEEN SMITHY & ENGINEERING CO. LTD



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FOR THE YEAR ENDED 31 MAY 1995

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CANTEEN SMITHY & ENGINEERING CO. LTD

COMPANY INFORMATION
FOR THE YEAR ENDED 31 MAY 1995

DIRECTORS: K McNeill
Mrs J F N B McNeill

SECRETARY: Mrs J F N B McNeill

REGISTERED OFFICE: Mitchell Street
Todmorden
Lancashire
OL14 7DP

REGISTERED NUMBER: 1259746 (England and Wales)

AUDITORS: Downham Train Epstein
Chartered Accountants
Registered Auditors
DTE House
Bury
Lancashire
BL9 8AT

BANKERS: National Westminster Bank plc
6 Rochdale Road
Todmorden
Lancashire
OL14 5AA

CANTEEN SMITHY & ENGINEERING CO. LTD

REPORT OF THE AUDITORS TO CANTEEN SMITHY & ENGINEERING CO. LTD PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages four to seven together with the full financial statements of Canteen Smithy & Engineering Co. Ltd prepared under Section 226 of the Companies Act 1985 for the year ended 31 May 1995.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements 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 four and whether the abbreviated financial statements 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 financial statements 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 31 May 1995, and the abbreviated financial statements on pages four to seven have been properly prepared in accordance with that Schedule.

Other information

On 29 March 1996 we reported, as auditors of Canteen Smithy & Engineering Co. Ltd, to the shareholders on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 May 1995, and our audit report was as follows:

"We have audited the financial statements on pages four to fifteen which have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets, and the accounting policies set out on page seven.

Respective responsibilities of directors and auditors

As described on page two 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, except that the scope of our work was limited as explained below.

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 judgments 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 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. However the company did not undertake a year end stocktake, at either 31 May 1994 or 1995 and therefore stock and work in progress have been included at a director's valuation on both dates.

In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

CANTEEN SMITHY & ENGINEERING CO. LTD

REPORT OF THE AUDITORS TO

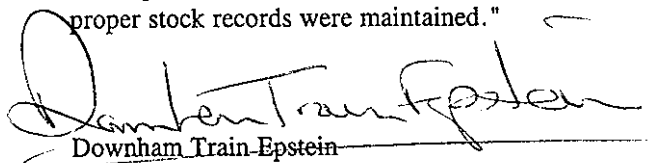
CANTEEN SMITHY & ENGINEERING CO. LTD

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

Qualified 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 and work in progress valuations, in our opinion the financial statements give a true and fair view of the state of the company's affairs at 31 May 1995 and of its profits for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

In respect alone of the limitation on our work on stock and work in progress we have not obtained all the information and explanations that we considered necessary for the purpose of our audit and we are unable to determine whether proper stock records were maintained."



Downham Train-Epstein

Chartered Accountants

Registered Auditors

DTE House

Bury

Lancashire

BL9 8AT

Dated: 29 March 1996

CANTEEN SMITHY & ENGINEERING CO. LTD

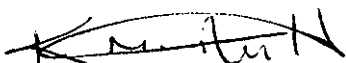
ABBREVIATED BALANCE SHEET
31 MAY 1995

		<u>31.5.95</u>		<u>31.5.94</u>	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		516,914		532,605
CURRENT ASSETS:					
Stocks		104,000		108,000	
Debtors		235,061		189,018	
		<u>339,061</u>		<u>297,018</u>	
CREDITORS: Amounts falling due within one year	3	423,670		318,769	
NET CURRENT LIABILITIES:			<u>(84,609)</u>		<u>(21,751)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			432,305		510,854
CREDITORS: Amounts falling due after more than one year	3		112,290		195,988
			<u>£320,015</u>		<u>£314,866</u>
CAPITAL AND RESERVES:					
Called up share capital	4		18,000		18,000
Share premium			2,414		2,414
Revaluation reserve			103,517		111,202
Capital redemption reserve			2,000		2,000
Profit and loss account			194,084		181,250
Shareholders' funds			<u>£320,015</u>		<u>£314,866</u>

Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the grounds that, in the opinion of the directors, the company is entitled to the benefit of those exemptions as a small company.

In preparing the full financial statements, the directors have taken advantage of special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985. The directors have done so on the grounds that, in their opinion, the company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

ON BEHALF OF THE BOARD:



K McNeill - DIRECTOR

Approved by the Board on 29 March 1996

The notes form part of these financial statements

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 1995

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Buildings	- 2.5% straight line on valuation
Plant and machinery	- 10% on reducing balance on valuation
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 15% on reducing balance

Stocks

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

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.

Leased assets

Tangible fixed assets acquired under finance leases, or similar hire purchase contracts, are capitalised at their equivalent cash price and depreciated in the same manner as owned assets. In the case of operating leases, the annual rentals are charged to the profit and loss account in the period in which they are incurred.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

CANTEEN SMITHY & ENGINEERING CO. LTD

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 1995

2. TANGIBLE FIXED ASSETS

	Total
	£
COST OR VALUATION:	
At 1 June 1994	623,385
Additions	45,742
Disposals	(12,015)
	<hr/>
At 31 May 1995	657,112
	<hr/>
DEPRECIATION:	
At 1 June 1994	90,780
Charge for year	59,254
Eliminated on disposals	(9,836)
	<hr/>
At 31 May 1995	140,198
	<hr/>
NET BOOK VALUE:	
At 31 May 1995	516,914
	<hr/>
At 31 May 1994	532,605
	<hr/>

3. CREDITORS

The following secured debts are included within creditors:

	31.5.95	31.5.94
	£	£
Bank overdrafts	11,803	79,986
Bank loans	15,817	20,007
Other loan	33,825	33,825
Hire purchase and finance leases	100,822	167,050
	<hr/>	<hr/>
	162,267	300,868
	<hr/>	<hr/>

Creditors include the following debts falling due in more than five years:

	31.5.95	31.5.94
	£	£
Repayable otherwise than by instalments		
Other loan	33,825	33,825
	<hr/>	<hr/>

CANTEEN SMITHY & ENGINEERING CO. LTD

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 1995

4. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal	31.5.95	31.5.94
		value:	£	£
50,000	Ordinary	£1	50,000	50,000
			<u> </u>	<u> </u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal	31.5.95	31.5.94
		value:	£	£
18,000	Ordinary	£1	18,000	18,000
			<u> </u>	<u> </u>

5. TRANSACTIONS WITH DIRECTORS

The company rents a property from Canteen Smithy Executive Pension Scheme, a scheme in which the directors have an interest as both members and trustees. Rent is charged on normal commercial terms and the amount paid during the year and charged to the profit and loss account was £8400 (1994 - £8400).