

DIRECTORS REPORT FOR THE YEAR ENDED 31ST DECEMBER 1997

1. The principal activity of the Company was that of electrical contractors and there were no significant changes in this activity during the year.
2. The Directors considered that the state of the Company's affairs as at 31st December, 1997, was satisfactory.
3. The Turnover for the year was £170,535 and did not include any exports from the U.K.
4. The attached detailed Accounts show the trading results for the year. The liability to taxation thereon is also detailed on the Accounts.
5. The Directors consider that a Dividend should be paid in respect of the year in due course.
6. The Fixed Assets and changes therein are detailed on the Accounts.
7. The appropriation of the profits for the year is detailed on the Accounts.
8. The Directors during the year, their remuneration, fees and shareholdings were as follows:

Name	Remuneration	Fees	Shareholdings as at 31st December 1997.
-----	-----	-----	-----
L. Collins.	10,400	0	899

9. The Company did not make any political or charitable donations during the year.

Chairman:.....*Lynn Collins*.....



C.C.S. NEATH ELECTRICS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED
31ST DECEMBER 1997

	1997	1996
	----	----
TURNOVER:	170,535	162,647
	=====	=====
TRADING PROFIT (LOSS):	5,236	9,093
Corporation Tax Paid.	3,870	0
After Charging:		
Depreciation and Loss on Disposal of Assets.	2,420	670
Directors Remuneration.	10,400	10,585
	=====	=====
PROFIT (LOSS) AFTER TAXATION:	1,366	9,093
Dividend Paid.	7,500	0
Balance Brought Forward.	27,321	18,228
	=====	=====
BALANCE CARRIED TO BALANCE SHEET:	£21,187	£27,321
	=====	=====

C.C.S. NEATH ELECTRICS LIMITED

BALANCE SHEET AS AT 31ST DECEMBER 1997

	1997 -----	1996 -----
<u>FIXED ASSETS:</u>	3,050	2,820
<u>CURRENT ASSETS:</u>		
Stock of Materials.	2,340	4,140
Work in Progress.	13,950	14,200
Debtors.	48,223	50,463
Bank Account.	0	11,457
	-----	-----
	64,513	80,260
	=====	=====
<u>CURRENT LIABILITIES:</u>		
Creditors.	37,053	53,585
Bank Overdraft.	8,150	0
	-----	-----
	45,203	53,585
	=====	=====
Net CURRENT ASSETS:	19,310	26,675
	-----	-----
	£22,360	£29,495
	=====	=====
Financed By:		
<u>SHARE CAPITAL:</u>		
Authorised: 10,000 Ordinary Shares of £1 each.	10,000	10,000
	=====	=====
Issued and Fully Paid: 900 Ordinary Shares of £1 each.	900	900
<u>RESERVES:</u>		
Profit and Loss Account.	21,187	27,321
	-----	-----
	22,087	28,221
<u>OTHER LIABILITIES:</u>		
Directors Loan Account.	273	1,274
	-----	-----
	£22,360	£29,495
	=====	=====

Director:.....*Gwyn Collins*.....

Date: 28th October, 1998.

C.C.S. NEATH ELECTRICS LIMITED

AUDITORS' REPORT

We have examined the annexed Accounts which have been prepared under the Historical Cost Convention. In our opinion these Accounts give under the accounting convention above, a true and fair view of the state of affairs of the Company as at 31st December, 1997, and of its Income and Expenditure for the year ended on that date and comply with the requirements of the Companies Act 1985.



D.E. Jenkins, Son & McCutcheon

40 Victoria Gardens, Neath.

Chartered Accountants.

C.C.S. NEATH ELECTRICS LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED
31ST DECEMBER 1997

COST:	Brought Forward	Additions	Disposals	Carried Forward
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Equipment.	1,424	0	0	1,424
Motor Vehicles.	15,400	2,750	(8,500)	9,650
	<u>16,824</u>	<u>2,750</u>	<u>(8,500)</u>	<u>11,074</u>
	=====			=====

DEPRECIATION:	Brought Forward	Charge for the Year	Written Off	Carried Forward
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Equipment.	924	70	0	994
Motor Vehicles.	13,080	650	(6,700)	7,030
	<u>14,004</u>	<u>720</u>	<u>(6,700)</u>	<u>8,024</u>
	=====			=====

NET BOOK VALUES:

	1997	1996
	<u> </u>	<u> </u>
Equipment.	430	500
Motor Vehicles.	2,620	2,320
	<u>3,050</u>	<u>2,820</u>
	=====	=====