

HARDING CARGO HANDLING LIMITED

ABBREVIATED FINANCIAL STATEMENTS AND REPORTS

FOR THE YEAR ENDED 31st MAY, 1999

Company Number: 2575665



AUDITORS' REPORT TO HARDING CARGO HANDLING LIMITED

UNDER SECTION 247B

OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 1 to 3, together with the financial statements of the company for the year ended 31st May, 1999 prepared under section 226 of the Companies Act 1985.

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 246A (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 considered 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 1 to 3 are properly prepared in accordance with those provisions.

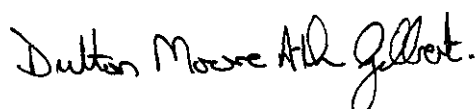
Other Information

On 29th March, 2000 we reported as auditors to the members of the company on the financial statements prepared under section 226 of the Companies Act 1985 and our report included the following paragraph:

"Fundamental Uncertainty

In forming our opinion, we have considered the adequacy of the disclosures concerning the applicability of the going concern basis to the company. As stated in the accounting policies on page 6, the company depends on the continued support of the directors and a related undertaking. The financial statements have been prepared on a going concern basis, the validity of which depends upon future funding being available. The financial statements do not include any adjustments that would result from a failure to obtain funding. In view of the significance of this uncertainty we consider that it should be drawn to your attention but our opinion is not qualified in this respect."

HULL
29th MARCH, 2000



DUTTON MOORE ATKIN GILBERT
CHARTERED ACCOUNTANTS AND
REGISTERED AUDITORS

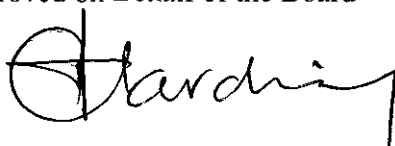
HARDING CARGO HANDLING LIMITED

BALANCE SHEET AS AT 31st MAY, 1999

	Notes	1999	1998
FIXED ASSETS			
Tangible Assets	2	41,588	47,301
CURRENT ASSETS			
Debtors		53,976	38,768
CREDITORS: amounts falling due within one year	3	(212,179)	(174,831)
Net Current Liabilities		<u>(158,203)</u>	<u>(136,063)</u>
Total Assets less Current Liabilities		(116,615)	(88,762)
CREDITORS: amounts falling due after more than one year	3	-	(45,000)
		<u>£(116,615)</u>	<u>£(133,762)</u>
CAPITAL AND RESERVES			
Called Up Share Capital	4	5,000	5,000
Profit and Loss Account		<u>(121,615)</u>	<u>(138,762)</u>
Shareholders' Funds		<u>£(116,615)</u>	<u>£(133,762)</u>

The abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved on Behalf of the Board



T.J. HARDING
Director

DATED: 17th MARCH, 2000

HARDING CARGO HANDLING LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31st MAY, 1999

1. Principal Accounting Policies:-

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

Basis of Accounting

- a) **Accounts** have been prepared under the historical cost convention.
- b) **Turnover** is the amount invoiced by the company, exclusive of VAT, for goods and services to outside customers.
- c) **Trading Profit** includes all normal operating profits, less losses, for the year.
- d) **Fixed Assets** are included at cost. Depreciation is provided at rates calculated to write off all the fixed assets, over their estimated useful lives as follows:

Improvements to Leasehold Land and Buildings	2% on cost
Plant and Machinery	15% on written down value
Fixtures and Fittings	15% on written down value
Motor Vehicles	25% on written down value
- e) **Deferred Tax** is only provided for, where in the opinion of the directors, the timing differences will crystallise in the foreseeable future. No provision is made for deferred taxation on timing differences arising from the provision of employee pensions.
- f) **Going Concern**

The financial statements have been prepared on a going concern basis. The company made a profit of £17,147 (1998 - profit of £30,862) and at the balance sheet date had a net deficit of assets of £116,615 (1998 - £133,762). The company is dependent on the continued support of its directors and a related undertaking, which is expected to be forthcoming. In the opinion of the directors it is appropriate to prepare the accounts on this basis.
- g) **Leasing and Hire Purchase Commitments**

Assets obtained under hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives. The interest element of the contract is charged to the profit and loss account evenly over the period of repayment.

Rentals paid under operating leases are charged to income as incurred.

HARDING CARGO HANDLING LIMITED
NOTES TO THE ACCOUNTS (CONTINUED)

2. Tangible Fixed Assets

Cost

At 1 st June, 1998	66,369
Additions	2,025

At 31 st May, 1999	£68,394
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Depreciation

At 1st June, 1998	19,068
Charge for the year	7,738

At 31st May, 1999	£26,806
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Net Book Value

At 31st May, 1999	£41,588
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At 31st May, 1998	£47,301
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3. Creditors

	1999	1998
Included within creditors are secured amounts of	£35,612	£33,860

4. Called Up Share Capital

Authorised:

5,000 Ordinary Shares of £1 each	£5,000	£5,000
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Allotted, Called Up and Fully Paid:

5,000 Ordinary Shares of £1 each	£5,000	£5,000
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