

HARDING CARGO HANDLING LIMITED

FINANCIAL STATEMENTS AND REPORTS

31st MAY, 1995

Registered No. 2575665



AUDITORS' REPORT TO
HARDING CARGO HANDLING LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8
TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 1 to 4 together with the financial statements of Harding Cargo Handling Limited prepared under section 226 of the Companies Act 1985 for the year ended 31st May, 1995.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts 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 1 and whether the abbreviated accounts 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 accounts 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 31st May, 1995 and the abbreviated accounts on pages 1 to 4 have been properly prepared in accordance with that Schedule.

Other information

On 20th December, 1996 we reported, as auditors of Harding Cargo Handling Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31st May, 1995 and our audit report was as follows:

"We have audited the financial statements on pages 4 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of the Directors and Auditors

As described on page 3 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.

AUDITORS' REPORT TO
HARDING CARGO HANDLING LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8
TO THE COMPANIES ACT 1985 (CONTINUED)

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.

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

Fundamental Uncertainty

In forming our unqualified opinion we have considered 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. 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st May, 1995 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985."

HULL
20th DECEMBER, 1996

Dutton Moore Atkin Gilbert
DUTTON MOORE ATKIN GILBERT
CHARTERED ACCOUNTANTS AND
REGISTERED AUDITORS

HARDING CARGO HANDLING LIMITED

BALANCE SHEET

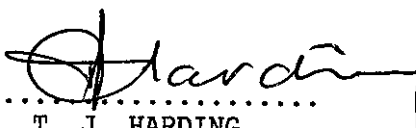
AS AT 31st MAY, 1995

	<u>Notes</u>	<u>1995</u>	<u>1994</u>
<u>FIXED ASSETS</u>			
Tangible Assets	2	20,352	22,889
<u>CURRENT ASSETS</u>			
Debtors	3	50,515	82,266
<u>CREDITORS: amounts falling due within one year</u>	4	231,421	234,402
NET CURRENT LIABILITIES		(180,906)	(152,136)
TOTAL ASSETS LESS CURRENT LIABILITIES		(160,554)	(129,247)
<u>CREDITORS: amounts falling due after more than one year</u>	4	(45,000)	(45,000)
		<u>£(205,554)</u>	<u>£(174,247)</u>
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	5	5,000	5,000
Profit and Loss Account		(210,554)	(179,247)
Shareholders' Funds		<u>£(205,554)</u>	<u>£(174,247)</u>

In preparing these abbreviated accounts:

- The directors have taken advantage of the exemptions conferred on small companies by the Companies Act 1985, Schedule 8, Part 111.A.
- In the opinion of the directors the company qualifies as a small company and is entitled to make use of the exemptions.

Approved on behalf of the Board


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T. J. HARDING
Director

DATED: 20th DECEMBER, 1996

HARDING CARGO HANDLING LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31st MAY, 1995

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 tangible 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 sustained a loss for the year of £31,307 and at the balance sheet date had a net deficit of assets of £205,554. 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) Finance and Operating Leases

Leasing agreements which transfer to the company substantially all the benefits and risks of ownership of an asset are treated as if the asset had been purchased outright. The assets are included in fixed assets and the capital element of the leasing commitments is shown as obligations under finance leases. The lease rentals are treated as consisting of capital and interest elements. The capital element is applied to reduce the outstanding obligations and the interest element is charged against profit evenly over the period of the contract. Costs in respect of operating leases are charged on a straight line basis over the period of the lease.

HARDING CARGO HANDLING LIMITED
NOTES TO THE ACCOUNTS (CONTINUED)

2. Tangible Fixed Assets

COST

At 1st June, 1994	29,154
Additions	600
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At 31st May, 1995	<u>£29,754</u>

DEPRECIATION

At 1st June, 1994	6,266
Charge for the Year	3,136
	<hr/>
At 31st May, 1995	<u>£9,402</u>

NET BOOK VALUE

At 31st May, 1995	<u>£20,352</u>
At 31st May, 1994	<u>£22,889</u>

3. Debtors

All debtors fall due within one year.

4. Creditors

	<u>1995</u>	<u>1994</u>
Included within creditors are secured amounts of	<u>£23,677</u>	<u>£46,896</u>

HARDING CARGO HANDLING LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

5. Called Up Share Capital

	<u>1995</u>	<u>1994</u>
Authorised:		
5,000 Ordinary Shares of £1 each	<u>£5,000</u>	<u>£5,000</u>
Allotted, Issued and Fully Paid:		
5,000 Ordinary Shares of £1 each	<u>£5,000</u>	<u>£5,000</u>

6. Transactions with Directors

The company hires equipment from Johnson and Saunt Limited, a company controlled by Messrs S. and J. Saunt; business is undertaken at normal commercial rates.