

Registrar of Companies

2664442 (England and Wales)

Qualicoat Limited
Abbreviated Accounts
for the year ended 30 June 1997



Qualicoat Limited

Contents

	Page
Auditors' Report	1
Balance Sheet	2
Notes to the Abbreviated Accounts	3 - 6

Qualicoat Limited

**Auditors' Report to Qualicoat Limited
Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985**

We have examined the abbreviated accounts on pages 2 to 6 together with the financial statements of Qualicoat Limited prepared under section 226 of the Companies Act 1985 for the year ended 30 June 1997.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of and Schedule 8A to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and whether the abbreviated accounts have been 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 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 30 June 1997, and the abbreviated accounts on pages 2 to 6 have been properly prepared in accordance with that Schedule.

Crawfords

Crawfords

Chartered Accountants
Registered Auditor

10 / 11 / 98

.....
Stanton House
41 Blackfriars Road
Salford
Manchester M3 7DB

Qualicoat Limited

Abbreviated Balance Sheet
as at 30 June 1997

	Notes	1997 £	1996 £
Fixed Assets			
Intangible assets	2	4,709	4,360
Tangible assets	3	709,669	416,697
		<u>714,378</u>	<u>421,057</u>
Current Assets			
Stocks		7,523	6,331
Debtors	4	398,317	369,980
Cash at bank and in hand		-	29,194
		<u>405,840</u>	<u>405,505</u>
Creditors: amounts falling due within one year	5	(576,972)	(364,700)
Net Current Liabilities		<u>(171,132)</u>	<u>40,805</u>
Total Assets Less Current Liabilities		<u>543,246</u>	<u>461,862</u>
Creditors: amounts falling due after more than one year	6	(225,362)	(122,555)
Provision for Liabilities and Charges		<u>(26,801)</u>	<u>(11,027)</u>
		<u>£ 291,083</u>	<u>£ 328,280</u>
Capital and Reserves			
Called up share capital	7	5,000	5,000
Profit and loss account		286,083	323,280
Shareholders' Funds		<u>£ 291,083</u>	<u>£ 328,280</u>

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

The financial statements were approved by the Board on ...9/11/98:.....

N. Anderson.....

Director

Qualicoat Limited

**Notes to the Abbreviated Accounts
for the year ended 30 June 1997**

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and include the results of the company's operations as indicated in the directors' report, all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover represents amounts receivable for goods and services provided in the UK net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Leasehold properties	-	Straight line over 50 years
Plant and machinery	-	10% - 15% Straight line
Fixtures, fittings and equipment	-	10% - 33.3% Straight line
Motor vehicles	-	20% Reducing balance

During the year the directors have revised their expectations of the useful life of certain items within plant and machinery to that shown above (prior years 15% - 25% straight line). This has resulted in an excess of depreciation being written back as shown in note 2 to the accounts.

1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5 Stock

Stock is valued at the lower of cost and net realisable value.

Qualicoat Limited

Notes to the Abbreviated Accounts
for the year ended 30 June 1997

1.6 Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to crystallise.

2. Intangible Fixed Assets

	Registration Plates £
Cost	
At 1 July 1996	4,360
Additions	349
	<hr/>
At 30 June 1997	4,709
	<hr/>
Net book value	
At 30 June 1997	£ 4,709
	<hr/>
At 30 June 1996	£ 4,360
	<hr/>

Qualicoat Limited

Notes to the Abbreviated Accounts
for the year ended 30 June 1997

3. Tangible Assets

	Land and buildings Leasehold (short)	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 July 1996	5,609	446,943	22,050	111,620	586,222
Additions	39,767	410,127	20,913	81,154	551,961
Disposals	(5,609)	(207,300)	(5,675)	(55,560)	(274,144)
At 30 June 1997	39,767	649,770	37,288	137,214	864,039
Depreciation					
At 1 July 1996	5,342	132,103	5,182	26,899	169,526
On disposals	(5,609)	(68,362)	(446)	(12,951)	(87,368)
Charge for year	1,062	42,193	4,304	24,653	72,212
At 30 June 1997	795	105,934	9,040	38,601	154,370
Net book values					
At 30 June 1997	£ 38,972	£ 543,836	£ 28,248	£ 98,613	£ 709,669
At 30 June 1996	£ 267	£ 314,840	£ 16,869	£ 84,721	£ 416,697

4. Debtors

Debtors include an amount of £28,125 (1996 - £0) which is due after more than one year.

5. Creditors: amounts falling due
within one year

The aggregate amount of creditors for which security has been given amounted to £185,441 (1996 - £86,747).

6. Creditors: amounts falling due
after more than one year

The aggregate amount of creditors for which security has been given amounted to £225,362 (1996 - £122,555).

Qualicoat Limited

Notes to the Abbreviated Accounts
for the year ended 30 June 1997

7.	Share Capital	1997	1996
		£	£
	Authorised		
	50,000 Ordinary shares of £1 each	50,000	50,000
		<u> </u>	<u> </u>
	Allotted, called up and fully paid		
	5,000 Ordinary shares of £1 each	5,000	5,000
		<u> </u>	<u> </u>