

STEVENSON SHARPE LIMITED
ABBREVIATED FINANCIAL STATEMENTS
28TH FEBRUARY 1997

J.S. MACKIE & CO
ACCOUNTANTS
169 BANK STREET COATBRIDGE ML5 1ET
UNIT 2 PEACOCK CROSS IND ESTATE HAMILTON ML3 9AY



STEVENSON SHARPE LIMITED

Auditors' Report on Abbreviated Financial Statements

Auditors' Report to Stevenson Sharpe Limited Pursuant to Paragraph 24 of Schedule 8 to The Companies Act 1985

We have examined the Abbreviated Financial Statements on pages 2 to 4 together with the Financial Statements of Resinex Construction Products Limited prepared under section 226 of the Companies Act 1985 for the year ended 28th February 1997.

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 2 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.

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 111 of Schedule 8 to that Act, in respect of the year ended 28th February 1997, and the Abbreviated Financial Statements on pages 2 to 4 have been properly prepared in accordance with that schedule.

Other Information

On 4th September 1997 we reported, as auditors of Stevenson Sharpe Limited, to the members of the Financial Statements prepared under section 226 of the Companies Act 1985 for the year ended 28th February 1997, and our audit report was as follows:

"We have audited the Financial Statements on pages 7 to 12 which have been prepared under the accounting policies set out on page 9.

STEVENSON SHARPE LIMITED

Auditors' Report on Abbreviated Financial Statements
(Continued)

Auditors' Report to
Stevenson Sharpe Limited
Pursuant to Paragraph 24 of Schedule 8
to The Companies Act 1985

Respective Responsibilities of Directors and Auditors

As described on page 5, 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. 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 misstatement, whether caused by fraud or error or other irregularity. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the Financial Statements.

Opinion

In our opinion the Financial Statements give a true and fair view of the state of the company's affairs as at 28th February 1997 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies."

GEORGE RODGER & CO
Registered Auditors
CERTIFIED ACCOUNTANTS

28th October 1997

STEVENSON SHARPE LIMITED

Abbreviated Balance Sheet
as at 28th February 1997

			1997	1996
	Note	£	£	£
		---	---	---
Fixed Assets				
Tangible Assets	2		18184	13696
Current Assets				
Debtors	3	208286		92836
Cash At Bank & In Hand		28201		12564
		-----		-----
		236487		105400
Creditors: Amounts falling due				
within one year		231643		98855
		-----		-----
Net Current Assets			4844	6545
Creditors: Amounts falling due				
after more than one year			(3694)	-
			-----	-----
			£19334	£20241
			=====	=====
Capital and Reserves				
Called up Share Capital	4		8002	8002
Profit & Loss Account			11332	12239
			-----	-----
Total Shareholders' Funds			£19334	£20241
			=====	=====

The Directors have taken advantage of the exemptions conferred by Section A of Part 111 of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

In preparation of the company's Annual Financial Statements, the Directors have taken advantage of special exemptions applicable to small companies under Part 1 of Schedule 8 to the Companies Act 1985 on the grounds that, in their opinion, the company is entitled to those exemptions. The Abbreviated Financial Statements on page 2 to 3 were approved by the board of Directors on 29th August 1997.

Director.....

Director.....

The notes form part of these accounts.

STEVENSON SHARPE LIMITED

Notes to the Abbreviated Financial Statements **for the Year Ended 28th February 1997**

1. ACCOUNTING POLICIES

Accounting Convention

The accounts are prepared under the historical cost convention.

Financial Reporting Standard Number

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

Turnover

Turnover represents the invoiced amount of services provided stated net of value added tax.

Tangible Fixed Asset

Depreciation is provided on all tangible assets on the reducing balance method at rates calculated to write off the cost of these assets over their useful lives.

Hire purchase Leasing Commitment

Assets obtained under Hire Purchase or Finance Leases are capitalised as tangible fixed assets. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the payment is charged to the profit and loss account.

2. TANGIBLE ASSETS

	<u>Office Equip.</u> £	<u>Fixtures & Fittings</u> £	<u>Vehicles</u> £	<u>TOTAL</u> £
COST:				
As at 01/03/96	893	4107	17091	22091
Additions	9909	1320	7200	18429
Disposals			(15791)	(15791)
	-----	-----	-----	-----
	10802	5427	8500	24729
	-----	-----	-----	-----
DEPRECIATION:				
As at 1 March 1996	234	929	7232	8395
Charge for year	2114	899	2044	5057
Disposals			(6907)	(6907)
	-----	-----	-----	-----
	2348	1828	2369	6545
	-----	-----	-----	-----
NET BOOK VALUE				
At 28 February 1997	8454	3599	6131	18184
	=====	=====	=====	=====
At 28 February 1996	659	3178	9859	13696
	=====	=====	=====	=====

STEVENSON SHARPE LIMITED

Notes to The Abbreviated Financial Statements
(Continued)

For The Year Ended 28th February 1997

	<u>1997</u>	<u>1996</u>
3. DEBTORS		
Trade Debtors	205190	90319
Other Debtors & Prepayments	3096	2517
	-----	-----
	£208286	£92836
	-----	-----
4. SHARE CAPITAL		
Authorised:		
10000 Ordinary Shares of £1 each.	£50000	£50000
	=====	=====
Issued:		
8002 Ordinary Shares of £1 each fully paid.	£8002	£8002
	=====	=====