

N. S. Scaffolding Limited.

150846.

Financial Statements for the year ended 27th April, 1997.

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Detailed Profit and Loss Account.
(Not forming part of the statutory accounts)

William Marshall, FCCA.
Glasgow.



N. S. Scaffolding Limited.

Company Information

Directors	N. Riddell J. Kelso
Secretary	J. Kelso
Company No.	150546
Registered Office	1206 Tollcross Road, Glasgow, G32 8HH.
Auditor	W. Marshall, FCCA 1206 Tollcross Road, Glasgow, G32 8HH.
Business Address	Unit 9, West Mains Industrial Estate, Grangemouth, FK3 8YE.
Bankers	Royal Bank of Scotland plc 568 Alexandra Parade, Glasgow, G313BP.

N S Scaffolding Limited.

Report of the Directors for the year ended 27th April, 1997.

The directors present their report and the financial statements for the year ended 27th April, 1997.

Principal Activities.

The principal activity of the company continues to be the provision of scaffolding services.

Directors Responsibilities.

The directors are required by law to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company as at the end of the financial year and of the profit or loss, total recognised gains or losses and cash flows of the company for that period. The directors confirm the responsibility to ensure that appropriate accounting policies have been used and applied consistently, and reasonable and prudent judgements and estimates have been made, in the preparation of the financial statements for the year ended 27th April, 1997. The directors also confirm the responsibility to prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for maintaining adequate records, for safeguarding the assets of the company, and for taking reasonable steps to prevent and detect fraud and other irregularities.

Directors and their Interests in the Company's Shares.

The directors interests in the company's at the beginning and the end of the year were as follows:


	At 27.04.1997	At 27.04.1996
Mr. N Riddell	50 Ordinary shares	1 Ordinary share
Mr. J Kelso	50 Ordinary shares	1 Ordinary share

Auditors

A resolution to appoint William Marshall FCCA as auditor for the ensuing year will be proposed at the Annual General Meeting.

In preparing the above report, the directors have taken advantage of special exemptions applicable to small companies.

By order of the Board.



J Kelso, Secretary.

Glasgow : 31st August, 1997.

N S Scaffolding Limited.

Year ended 27th April, 1997.

Auditor's Report to the shareholders of N S Scaffolding Limited.

I have audited the financial statements on pages 3 to 7 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

Respective responsibilities of directors and auditors.

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is my responsibility to form an independent opinion, based on my audit, on those statements and to report my opinion to you.

Basis of opinion

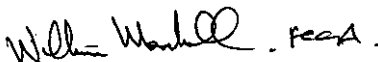
I conducted my audit in accordance with Accounting Standards issued by the Auditing Practices Board. An Audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments 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.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me 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 my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In my opinion the financial statements give a true and fair view of the state of the company's affairs as at 27th April, 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.

Glasgow: 5th September, 1997.



William Marshall,
Registered Auditor,
1206 Tollcross Road,
Glasgow, G32 8HH.

N S Scaffolding Limited.**Profit and Loss Account for the year ended 27th April, 1997.**

	Notes	£	1996
Turnover	1	647,724	389,169
Cost of Sales		323,774	191,620
Gross Profit		<u>323,950</u>	<u>197,549</u>
Distribution Costs		51,188	18,496
Administrative Expenses		131,189	109,227
		<u>182,377</u>	<u>127,723</u>
		141,573	69,826
Interest Receivable		4	3
Interest Payable	4	6,594	288
Profit on Ordinary Activities before Tax	5	134,983	69,541
Corporation Tax	3	30,350	17,805
Profit on Ordinary Activities after Tax		<u>104,633</u>	<u>51,736</u>
Balance brought forward		59,901	8,165
Balance carried forward		<u>£ 164,534</u>	<u>£ 59,901</u>

Continuing Operations

None of the company's activities were acquired or discontinued during the above two financial years

Total Recognised Gains and Losses

The company has no recognised gains or losses other than the profit or loss for the above two financial years.

N S Scaffolding Limited
Balance Sheet as at 27th April, 1997.

	Notes	£	£	1996
Tangible				
Fixed Assets	7	237,725		83,605
Current Assets				
Stocks and Work in Progress		29,599		39,829
Debtors	8	315,790		110,287
Cash in Bank		12,942		20,629
		358,331		170,745
Creditors due within one year	9	302,793		169,319
Net Current Assets		55,538		1,426
Total Assets less Current Liabilities		293,263		85,031
Creditors due after more than one year	10	128,629		25,128
Net Assets		£ 164,634	£	59,903
		=====		=====
Capital and Reserves				
Called up Share Capital	2	100		2
Profit and Loss Account	11	164,534		59,901
Shareholders Funds		£ 164,634	£	59,903
		=====		=====

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

Signed on behalf of the board of directors.



N. Riddell Director.

Approved by the board: 31st August 1997.

N S Scaffolding Limited**Notes to the financial statements for the year ended 27th April, 1997****1) Accounting Policies**

The financial statements have been prepared under the historical cost convention using the following accounting policies :-

Cash Flow

The financial statements do not include a cash flow statement as the company, a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard 1 "Cash Flow Statements".

Turnover

Turnover represents the gross income from all sources receivable by the company during the year.

Depreciation

Depreciation is provided at rates calculated to write off the cost less, estimated residual value, of each asset over its expected useful life under the reducing balance method as follows :

Plant and Equipment	20%
Motor Vehicles	25%

Stock and Work in Progress

Stock and Work in Progress is valued at the lower of cost or net realisable value.

Hire Purchase Commitments

Assets obtained under hire purchase contracts are capitalised as tangible assets and depreciated over the term of their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of each payment is charged to Profit and Loss account so as to produce a constant rate of charge in respect of each period.

2) Called Up Share Capital

The share capital of the company is :-

		1996
a) Authorised -	100 Ordinary Shares of £1 each.	100 Ordinary Shares
b) Issued -	100 Ordinary Shares of £1 each, fully paid.	2 Ordinary Shares

3) Taxation

	1997	1996
U K current year taxation.		
Corporation Tax at 24/21%	£ 30,350	£ 17,805

4) Interest Payable

	1997	1996
Bank Interest	£ 36	£ 17
Other Interest	6,558	271

N S Scaffolding Limited.

Notes to the accounts. Year ended 27th April, 1997.

5) Operating Profit/Loss

Operating profit/loss for the year is stated after deducting under administrative expenses :-

	1997	1996
	£	
Depreciation	47,265	16,467
Directors Emoluments	25,069	15,690

6) Capital Commitments and Contingent Liabilities

There are no capital commitments and the Directors are not aware of any contingent liabilities at the year end.

7) Fixed Assets

	Plant and Equip.	Motor Vehicles	Total
	£		
Cost as at 27/04/1996	32,900	67,425	100,325
Additions	143,230	90,273	233,503
Disposals		(35,530)	(35,530)
Cost as at 27/04/1997	£ 176,130	122,168	298,298
Depreciation as at 27/04/1996	6,783	9,937	16,720
Disposals		(3,412)	(3,412)
Charge for year	30,889	16,376	13,308
Depreciation as at 27/04/1997	£ 37,672	22,901	60,573
Net Book Value at 27/04/1997	£ 138,458	99,267	237,725
Net Book Value at 27/04/1996	£ 26,117	57,488	83,605

Included above are assets held under hire purchase contracts as follows :-

	Net Book Value	Depreciation Charge
Motor Vehicles	£ 94,707	£ 14,857

8) Debtors

	1997	1996
Trade Debtors	315,105	110,287
Prepayments	685	-
	£ 315,790	110,287

N S Scaffolding Limited

Notes to the Accounts

9) Creditors: amounts falling due within one year.

	1997	1996
£		
Trade Creditors	40,447	17,033
Accrued Charges	5,736	-
Hire Purchase Creditors	23,564	13,258
Corporation Tax	48,234	17,809
Other Taxation and Social Security	138,034	47,663
Directors Current Account	46,778	73,556
	<u>302,793</u>	<u>169,319</u>

10) Creditors: amounts falling due after more than one year.

	1997	1996
Net obligations under hire purchase contracts.	58,629	25,128
Postponed Directors Loans	70,000	0
	<u>128,629</u>	<u>25,128</u>

11) Profit and Loss Account

	1997	1996
£		
Accumulated Profit at 28/04/1996	59,901	8,165
Retained Profit for year	104,633	51,736
	<u>164,534</u>	<u>59,901</u>

12) Reconciliation of movements on Shareholders Funds.

	1997	1996
£		
Profit for the financial year after taxation	104,633	51,736
Dividends	-	-
	<u>104,633</u>	<u>51,736</u>
Other recognised gains relating to the year		
Share Capital	98	-
	<u>104,731</u>	<u>51,736</u>
Balance brought forward	59,903	8,167
	<u>164,634</u>	<u>59,903</u>

13) Related Party Transactions

The Directors of the company, Mr. Neil Riddell and Mr. John Kelso have granted personal guarantees in respect of company bank indebtedness. At the end of the financial year all company bank accounts were in credit. The Directors each own 50% of the issued share capital of the company. Other than the above transactions there are no material related party transactions.