

PROFILE DEFLASHING COMPOUNDS LIMITED

ABBREVIATED FINANCIAL STATEMENTS

30TH SEPTEMBER 1996

Registered number: 2852231



MITCHELL CHARLESWORTH

CHARTERED ACCOUNTANTS

Liverpool

PROFILE DEFLASHING COMPOUNDS LIMITED

ABBREVIATED FINANCIAL STATEMENTS

for the year ended 30th September 1996

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Mitchell Charlesworth

Chartered Accountants

Chavasse Court . 24 Lord Street . Liverpool L2 1TA

**Auditors' report to the directors of Profile Deflashing Compounds 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 the company prepared under section 226 of the Companies Act 1985 for the year ended 30th September 1996.

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. 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 30th September 1996, and the abbreviated financial statements on pages 2 to 4 have been properly prepared in accordance with that Schedule.

Other information

On 22nd April 1997 we reported, as auditors of the company, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 30th September 1996, and our audit report was as follows:

'We have audited the financial statements on pages 5 to 11 which have been prepared under the accounting policies set out on page 7.

Respective responsibilities of 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.

continued

Mitchell Charlesworth

Chartered Accountants

Chavasse Court · 24 Lord Street · Liverpool L2 1TA

Auditors' report to the directors of Profile Deflashing Compounds Limited
pursuant to paragraph 24 of Schedule 8 to the Companies Act 1985

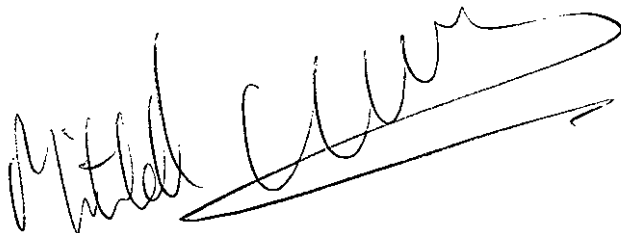
Basis of opinion

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 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 30th September 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.'

A handwritten signature in dark ink, appearing to read 'Mitchell Charlesworth', with a long, sweeping horizontal line underneath it.

Mitchell Charlesworth
Registered Auditor

22nd April 1997

PROFILE DEFLASHING COMPOUNDS LIMITED

ABBREVIATED BALANCE SHEET

at 30th September 1996

	Note	1996 £	1995 £
Fixed assets			
Tangible assets	2	67,299	48,848
Current assets			
Stocks		17,350	21,899
Debtors	3	121,522	42,387
		<u>138,872</u>	<u>64,286</u>
Creditors: amounts falling due within one year		<u>(139,379)</u>	<u>(64,937)</u>
Net current liabilities		<u>(507)</u>	<u>(651)</u>
Total assets less current liabilities		<u>66,792</u>	<u>48,197</u>
Creditors: amounts falling due after more than one year	4	<u>(19,000)</u>	<u>(19,000)</u>
		<u>47,792</u>	<u>29,197</u>
Capital and reserves			
Called up share capital	5	100	100
Profit and loss account		47,692	29,097
Total shareholders' funds		<u>47,792</u>	<u>29,197</u>

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

The abbreviated financial statements on pages 2 to 4 were approved by the board of directors on 15th April 1997.

T. Loyden
Director



PROFILE DEFLASHING COMPOUNDS LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30th September 1996

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules and in accordance with applicable accounting standards.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Plant and machinery	20% per annum
Motor vehicles	25% per annum
Fixtures and fittings	15% per annum

Leases and hire purchase contracts

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

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

Pension Costs

Contributions are charged to the profit and loss account in respect of a pension plan on behalf of the director and senior employee.

2 Fixed assets

Cost or valuation	Tangible fixed assets £
1st October 1995	71,285
Additions	42,148
Disposals	(4,000)
30th September 1996	109,433
Depreciation	
1st October 1995	22,437
Charge for year	21,755
Disposals	(2,058)
30th September 1996	42,134
Net book amount	
30th September 1996	67,299
1st October 1995	48,848

PROFILE DEFLASHING COMPOUNDS LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30th September 1996

3 Debtors

	1996 £	1995 £
Amounts falling due within one year	<u>121,521</u>	<u>42,387</u>

Included in the above is a director's loan account balance of £15,197 relating to T. Loyden. The maximum balance outstanding at any time during the year was £15,197.

4 Creditors: amounts falling due after more than one year

	1996 £	1995 £
Loan from shareholder	<u>19,000</u>	<u>19,000</u>

This loan is interest free and has no fixed terms for repayment.

5 Called up share capital

	1996		1995	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	<u>2,000</u>	<u>2,000</u>	<u>2,000</u>	<u>2,000</u>
Allotted called up and fully paid				
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>