

Registered Number

02946394

England and Wales

RITEWAY PLUMBING AND HEATING SERVICES LIMITED

ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 30TH JUNE 1997

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AUDITORS' REPORT TO RITEWAY PLUMBING AND HEATING SERVICES LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages 3 to 5 together with the full financial statements of Riteway Plumbing and Heating Services Limited prepared under section 226 of the Companies Act 1985 for the year ended 30th June 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 3 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 exemption conferred by Section A of Part III of Schedule 8 to the Act in respect of the year ended 30th June 1997 and the abbreviated financial statements on pages 3 to 5 have been properly prepared in accordance with that Schedule.

On 24th October 1997 we reported as auditors of Riteway Plumbing and Heating Services Limited to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 30th June 1997 and our audit report was as follows:

"We have audited the financial statements on pages 3 to 9 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 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 Practice 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, reliable and relevant evidence to give reasonable assurance that the financial statements are free from material misstatements, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Continued.....

AUDITORS' REPORT TO RITEWAY PLUMBING AND HEATING SERVICES LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30th June 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.

Wright & Co

WRIGHT & CO
Accountants and Registered Auditors

24th October 1997

9 Stafford Street
Brewood
Stafford
ST19 9DX

ABBREVIATED BALANCE SHEET

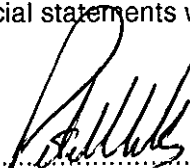
30TH JUNE 1997

	Notes	<u>1997</u> £	<u>1996</u> £
Fixed Assets			
Tangible assets	2	43,013	23,382
Current assets			
Work in progress	1.6	29,795	9,342
Debtors		220,637	226,105
Cash in hand		<u>30,042</u>	<u>19,637</u>
		280,474	255,084
Creditors:			
amounts falling due within one year		<u>269,091</u>	<u>254,416</u>
Net current assets		11,383	668
Total assets less current liabilities		<u>54,396</u>	<u>24,050</u>
Creditors:			
amounts falling due after more than one year	3	12,444	3,334
Net assets		<u>41,952</u>	<u>20,716</u>
Capital and reserves			
Called up share capital	4	2	2
Profit and loss account		41,950	20,714
Shareholders' funds – all equity		<u>41,952</u>	<u>20,716</u>

In preparing these abbreviated financial statements the directors have taken advantage of the exemptions conferred by Part III of Schedule 8 to the Companies Act 1985, and have done so on the grounds that, in their opinion, the company is entitled to the exemptions as a small company.

The directors have taken advantage, in the preparation of the annual financial statements, of the exemptions available under Part I of Schedule 8 to the Companies Act 1985, on the grounds that the company qualifies as a small company by virtue of section 247 of the Companies Act 1985.

The financial statements were approved by the board on 24th October 1997 and signed on its behalf.



P A Mills
Director

The notes on pages 4 and 5 form part of these financial statements.

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements are prepared under the historical cost convention and include the results of the company's operations which are described in the Directors' Report and all of which are continuing.

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Motor vehicles	25% per annum on a reducing balance basis
Plant and machinery	10% per annum on a reducing balance basis
Fixtures and fittings	10% per annum on a reducing balance basis

1.4 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. 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.

1.5 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.6 Stocks and work in progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.7 Deferred taxation

No provision for deferred taxation is included in the accounts because, in the opinion of the directors, no liability or assets will crystallise in the foreseeable future.

2. Fixed assets

	Tangible Fixed Assets £
Cost	
At 1st July 1996	35,124
Additions	33,023
At 30th June 1997	<u>68,147</u>
Depreciation	
At 1st July 1996	11,742
Charge this year	13,392
At 30th June 1997	<u>25,134</u>
Net book values	
At 30th June 1997	<u>43,013</u>
At 30th June 1996	<u>23,382</u>

3. Creditors

Creditors include the following:	<u>1997</u> £	<u>1996</u> £
Secured creditors	<u>21,111</u>	<u>5,333</u>

4. Called up share capital

	<u>1997</u> £	<u>1996</u> £
Authorised		
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
Ordinary shares of £1 each	<u>2</u>	<u>2</u>