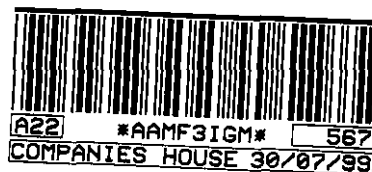


SHOTTON (TRANSPORT) LIMITED
ABBREVIATED FINANCIAL STATEMENTS
30 SEPTEMBER 1998

CORDINERS
Chartered Accountants
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Hexham
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SHOTTON (TRANSPORT) LIMITED
ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 30 SEPTEMBER 1998

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SHOTTON (TRANSPORT) LIMITED**ABBREVIATED BALANCE SHEET****30 SEPTEMBER 1998**

	Note	1998	1997
		£	£
FIXED ASSETS	2		
Tangible assets		143,983	156,930
CURRENT ASSETS			
Stocks		5,422	8,325
Debtors		27,010	36,823
Cash at bank and in hand		11,085	8,176
		<u>43,517</u>	<u>53,324</u>
CREDITORS: Amounts falling due within one year	3	<u>(57,485)</u>	<u>(49,852)</u>
NET CURRENT (LIABILITIES)/ASSETS		(13,968)	3,472
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>130,015</u>	<u>160,402</u>
CREDITORS: Amounts falling due after more than one year	4	<u>(57,088)</u>	<u>(68,776)</u>
		<u>72,927</u>	<u>91,626</u>

The balance sheet continues on the following page.
The notes on pages 3 to 5 form part of these financial statements.

SHOTTON (TRANSPORT) LIMITED
ABBREVIATED BALANCE SHEET *(continued)*

30 SEPTEMBER 1998

		Note	1998 £	1997 £
CAPITAL AND RESERVES				
Called-up equity share capital	5		100	100
Profit and loss account			72,827	91,526
SHAREHOLDERS' FUNDS			<u>72,927</u>	<u>91,626</u>

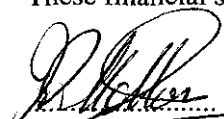
The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts 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 its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 1999).

These financial statements were approved and signed by the director on 29-7-1998


 MR L R SHOTTON

SHOTTON (TRANSPORT) LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 30 SEPTEMBER 1998

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 1999).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant, equipment and vehicles	20% straight line
Garage, shop and office equipment	20% straight line
Motor cars	20% straight line

Freehold land and buildings are not depreciated because they are maintained in good order and, in the opinion of the director, the estimated residual value of the assets should not be less than cost.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account.

Finance lease agreements

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included with creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account, and the capital element which reduces the outstanding obligation for future instalments.

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

SHOTTON (TRANSPORT) LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 30 SEPTEMBER 1998

2. FIXED ASSETS

	Tangible Fixed Assets £
COST	
At 1 October 1997	186,373
Additions	16,350
Disposals	<u>(28,493)</u>
At 30 September 1998	<u>174,230</u>
 DEPRECIATION	
At 1 October 1997	29,443
Charge for year	16,346
On disposals	<u>(15,542)</u>
At 30 September 1998	<u>30,247</u>
 NET BOOK VALUE	
At 30 September 1998	<u>143,983</u>
At 30 September 1997	<u>156,930</u>

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	1998 £	1997 £
Debenture loans	8,000	8,000
Bank loans and overdrafts	<u>2,000</u>	<u>2,000</u>
	<u>10,000</u>	<u>10,000</u>

4. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	1998 £	1997 £
Debenture loans	22,089	23,963
Bank loans and overdrafts	13,283	14,757
Trade creditors	<u>11,050</u>	<u>11,050</u>
	<u>46,422</u>	<u>49,770</u>

SHOTTON (TRANSPORT) LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 30 SEPTEMBER 1998

4 CREDITORS: Amounts falling due after more than one year *(continued)*

Included within creditors falling due after more than one year is an amount of £5,283 (1997 - £6,757) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

5. SHARE CAPITAL

Authorised share capital:

	1998	1997
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	1998	1997
	£	£
Ordinary share capital	<u>100</u>	<u>100</u>