

WHITEHOUSE FLEXIBLE TUBING LTD.

ABBREVIATED STATUTORY ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 1995

COMPANY NO. 648574 (ENGLAND & WALES)



WHITEHOUSE FLEXIBLE TUBING LTD.

Auditors' Report to Whitehouse Flexible Tubing Ltd. Pursuant to Paragraph 24
of Schedule 8 to the Companies Act 1985

We have examined the abbreviated accounts on pages 3 to 6 together with the full financial statements of Whitehouse Flexible Tubing Ltd. prepared under Section 226 of the Companies Act 1985 for the year ended 31st December 1995.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts 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 accounts have been properly prepared 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 accounts 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 31st December 1995 and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance with that Schedule.

Other information

On 13th June 1996 we reported, as auditors of Whitehouse Flexible Tubing Ltd., to the members on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31st December 1995, and our audit report was as follows:

We have audited the financial statements on pages 4 to 14 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

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.

WHITEHOUSE FLEXIBLE TUBING LTD.

Auditors' Report to Whitehouse Flexible Tubing Ltd. Pursuant to Paragraph 24
of Schedule 8 to the Companies Act 1985 (Cont'd)

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 assurances that the financial statements are free from material misstatement, 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st December 1995 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.

4 Church Green East,
Redditch,
Worcs.
B98 8BT


Rigbey Harrison
Chartered Accountants
Registered Auditors

13th June 1996

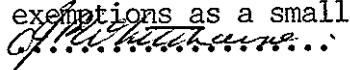
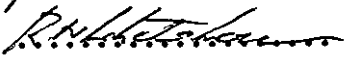
WHITEHOUSE FLEXIBLE TUBING LTD.

BALANCE SHEET AS AT 31ST DECEMBER 1995

	<u>NOTES</u>	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
<u>Tangible Fixed Assets</u>	2	177770	201057
<u>Investments</u>		2721	2721
<u>Current Assets</u>			
Stocks		219819	212753
Debtors		337372	354994
Cash at Bank and in Hand		94	9
		<u>557285</u>	<u>567756</u>
<u>Creditors: Amounts Falling Due Within One Year</u>		<u>611685</u>	<u>639478</u>
<u>Net Current Liabilities</u>		(54400)	(71722)
<u>Total Assets Less Current Liabilities</u>		<u>126091</u>	<u>132056</u>
<u>Creditors: Amounts Falling Due After More Than One Year</u>		16539	25787
<u>Provisions for Liabilities and Charges</u>		<u>-</u>	<u>-</u>
		<u>16539</u>	<u>25787</u>
		<u>109552</u>	<u>106269</u>
<u>Capital and Reserves</u>			
Called Up Share Capital	3	33300	33300
Profit and Loss Account		76252	72969
Shareholders' Funds		<u>109552</u>	<u>106269</u>

The directors have taken advantage, in preparing these abbreviated accounts, of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 and have done so on the grounds that, in their opinion, the company is a small company.

In preparing the company's annual financial statements the directors have taken advantage of the special exemptions applicable to small companies conferred by Part I 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.



 } DIRECTORS

Approved by the Board of Directors on 11th June 1996 and signed on its behalf.
The notes on pages 4 to 6 form part of these financial statements.

WHITEHOUSE FLEXIBLE TUBING LTD.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1995

1. Accounting Policies

a) Basis of Preparation of Accounts

The financial statements are prepared under the historical cost convention and incorporate the results of the principal activity which is described in the directors report and which is continuing.

The company and its subsidiary comprise a small group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

The company has taken advantage of the exemption in FRS1 from the requirement to prepare a cash flow statement on the grounds that it is a small company.

b) Turnover

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

c) Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less 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:-

Freehold Buildings	2% Straight-Line
Plant, Fixtures & Fittings & Office Equipment	10% Straight-Line
Motor Cars	25% Reducing Balance
Motor Vans	25% Straight-Line

d) Debtors

Debtors are net of any provision for bad or doubtful debts.

e) Hire Purchase

Hire purchase interest is written off on a straight-line basis over the life of the agreement.

f) Leasing

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

WHITEHOUSE FLEXIBLE TUBING LTD.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1995 (CONT'D)

g) 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.

h) Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

i) Deferred Taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

2. Tangible Fixed Assets

a)		Freehold Property & Buildings	Plant, Fixtures & Fittings & Office Equipment	Motor Vehicles	Total
	<u>Cost</u>				
	Balance as at 31st December 1994	64337	163253	156687	384277
	Disposals		(4521)	(16645)	(21166)
	Additions		6438	20673	27111
	Balance as at 31st December 1995	<u>64337</u>	<u>165170</u>	<u>160715</u>	<u>390222</u>
	<u>Depreciation</u>				
	Balance as at 31st December 1994	17905	113010	52305	183220
	Depreciation Fund Applied		(4521)	(5202)	(9723)
	Charge for the Year	1286	10231	27438	38955
	Balance as at 31st December 1995	<u>19191</u>	<u>118720</u>	<u>74541</u>	<u>212452</u>
	<u>Net Book Value</u>				
	As at 31st December 1994	<u>46432</u>	<u>50243</u>	<u>104382</u>	<u>201057</u>
	As at 31st December 1995	<u>45146</u>	<u>46450</u>	<u>86174</u>	<u>177770</u>
b)	Included in the above are assets under hire purchase contracts as follows:				
		<u>Cost</u>	<u>Accumulated Depreciation</u>		
	Motor Vehicles	<u>108793</u>	<u>36694</u>		

WHITEHOUSE FLEXIBLE TUBING LTD.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1995 (CONT'D)

3.	<u>Called Up Share Capital</u>	<u>1995</u>	<u>1994</u>
		<u>£</u>	<u>£</u>
	Authorised Ordinary Shares of £1 each	33300	33300
		<u> </u>	<u> </u>
	Allotted Ordinary Shares of £1 each fully paid	33300	33300
		<u> </u>	<u> </u>

4. Creditors

Of the creditors £322634 is secured.

5. Subsidiary Companies

The company owns 97% of the issued ordinary share capital of Whitehouse Steel & Pressings Ltd., an unlisted company registered in England and Wales.

At 31st December 1995, the aggregate of the share capital and reserves of Whitehouse Steel & Pressings Ltd. amounted to £24612 and the profit for the year to that date was £23728.

6. Directors Transactions

At the year end, J. P. Whitehouse owed the company £706.
At the year end, K. R. Whitehouse owed the company £784.
At the year end, R. N. Whitehouse owed the company £1316.