

Reg.

FKB ELECTRICAL LIMITED

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 1998

COMPANY NUMBER 2847472

Presented by:

**Afford Astbury Bond
Chartered Accountants
Registered Auditors
31 Wellington Road
Nantwich
Cheshire
CW5 7ED**



UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the full statutory accounts of the company for the year ended 30 June 1998 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

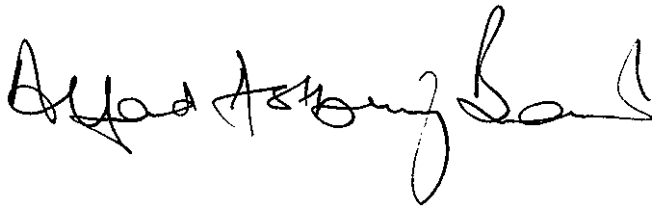
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full statutory accounts.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

A handwritten signature in black ink, appearing to read 'Afford Astbury Bond', written in a cursive style.

Afford Astbury Bond
Chartered Accountants
Registered Auditors
30 August 1998

31 Wellington Road
Nantwich, Cheshire

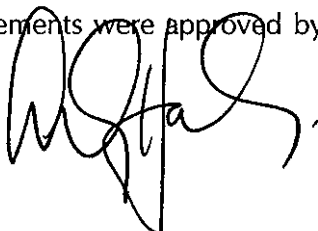
FKB ELECTRICAL LIMITED**ABBREVIATED BALANCE SHEET AT 30TH JUNE 1998**

	<u>Notes</u>	<u>£</u>	<u>1998</u>	<u>£</u>	<u>1997</u>	<u>£</u>
Fixed assets						
Tangible assets	2		46,747		21,350	
Current assets						
Stocks and work in progress		101,796		90,498		
Debtors		139,267		107,658		
Cash at bank and in hand		67,053		461		
			<u>308,116</u>		<u>198,617</u>	
Creditors : amounts falling due within one year	3		<u>275,515</u>		<u>173,182</u>	
Net current assets				<u>32,601</u>		<u>25,435</u>
Total assets less current liabilities				<u>79,348</u>		<u>46,785</u>
Creditors: amounts falling due after more than one year				<u>15,877</u>		<u>3,378</u>
Net assets				<u><u>£63,471</u></u>		<u><u>£43,407</u></u>
Capital and reserves						
Called up share capital	4		1,000		1,000	
Profit and loss account			62,471		42,407	
Shareholders funds			<u><u>£63,471</u></u>		<u><u>£43,407</u></u>	

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

The financial statements were approved by the Board on 30 August 1998 and signed on its behalf by:

M G Harding
Director



The annexed notes form part of these abbreviated accounts.

FKB ELECTRICAL LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 1998

1. Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Basis of preparation

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

Depreciation

Depreciation is provided by the company to write off the cost less the estimated residual value of tangible fixed assets by instalments over their estimated useful economic lives as follows:

Plant and machinery	-	20% and 50% per annum reducing balance
Motor vehicles	-	25% per annum reducing balance
Fixtures, fittings and office equipment	-	20% per annum reducing balance

Stocks and work in progress

Stocks are stated at the lower of cost and estimated net realisable value. In respect of work in progress, cost includes a relevant proportion of overheads according to the stage of completion, and when relevant with reference to work certified by third parties.

Taxation

The charge for taxation is based on the profit for the period and takes into account taxation deferred because of timing differences between the treatment of certain items for accounting and taxation purposes. Provision for deferred taxation is made under the liability method only to the extent that it is probable that the liability will become payable in the foreseeable future.

Advance corporation tax on dividends paid and provided for in the period is not written off if tax liabilities for the period up to the next balance sheet are expected to be sufficient to absorb this tax.

Leased assets

Where the assets are financed by leasing agreements the assets are included in the balance sheet at cost less depreciation in accordance with the company's normal accounting policies. The present value of future rentals is shown as a liability. The interest element of rental obligations is charged to the profit and loss account over the period of the lease in proportion to the balance of capital payments outstanding. Rentals payable under operating leases are charged to the profit and loss account as incurred.

Pensions

The company operates a defined contribution pension scheme for certain key employees. The assets of the scheme are held separately from those of the company in an independently administered fund. The amount charged against profits represents the contributions payable to the scheme in respect of the accounting period.

FKB ELECTRICAL LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 1998 (continued)

2. Tangible fixed assets

	Total £
Cost	
At 1st July 1997	48,500
Additions	40,011
Disposals	(450)
At 30th June 1998	<u>£88,061</u>
Depreciation	
At 1st July 1997	27,150
Charge for the period	14,526
Disposals	(362)
At 30th June 1998	<u>£41,314</u>
Net book value	
At 30th June 1998	<u>£46,747</u>
At 1st July 1997	<u>£21,350</u>

3. Creditors

Secured creditors at the balance sheet date amounted to £48,507 (1997 : £29,508).

4. Called up share capital

	1998 £	1997 £
Authorised 1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid 1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

5. Transactions with directors

The company is operating from premises where the lease remains in the name of the unincorporated predecessor business. The company is honouring the obligation of the lease and benefiting from the use of the property. Mr Harding, the proprietor of the predecessor business, is receiving no benefit from this transaction.