

REGISTRAR OF COMPANIES

HEAT AND COMBUSTION SUPPLIES LIMITED

ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 30TH JUNE 2003



INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF HEAT AND COMBUSTION SUPPLIES LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 4 together with the financial statements of Heat and Combustion Supplies Limited prepared under Section 226 of the Companies Act 1985 for the year ended 30th June 2003.

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 246(6) of the Act to the Registrar of Companies and whether 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 financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered have been 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 financial statements.

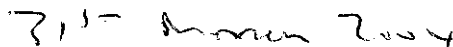
Opinion

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



Sherrington & Co.,
Chartered Accountants and Registered Auditors,
16 Gold Tops,
NEWPORT,
South Wales.
NP20 4PH

Date



HEAT AND COMBUSTION SUPPLIES LIMITED

BALANCE SHEET

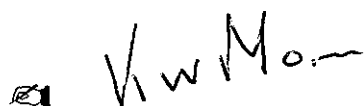
AT 30TH JUNE 2003

	Note	2003	2002
		£	£
FIXED ASSETS			
Tangible assets	2	55,052	60,099
CURRENT ASSETS			
Stocks		121,875	99,547
Debtors		525,967	426,876
Cash at bank and in hand		61,619	78,709
		709,461	605,132
CURRENT LIABILITIES			
Creditors falling due within one year		(495,183)	(401,160)
NET CURRENT ASSETS		214,278	203,972
		269,330	264,071
CAPITAL AND RESERVES			
Called up share capital	3	400	400
Profit and loss account		268,930	263,671
SHAREHOLDERS' FUNDS		269,330	264,071

The financial statements have been prepared in accordance with the Special Provisions of Part VII of the Companies Act 1985 relating to small companies.

These financial statements were approved by the Board of Directors on

31st March 2004



K. W. MORRIS
DIRECTOR

The notes on pages 3 to 4 form part of these financial statements.

HEAT AND COMBUSTION SUPPLIES LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 30TH JUNE 2003

1. ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards including the Financial Reporting Standard for Smaller Entities (effective June 2002). The following accounting policies have been applied:-

Turnover

Turnover represents amounts invoiced in respect of goods and services provided during the year, exclusive of value added tax.

Depreciation

Depreciation is provided on cost in equal annual instalments over the estimated lives of the assets. The rates of depreciation are as follows:-

Motor vehicles	: 25% per annum
Fixtures, fittings and equipment	: 20% per annum

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is based on the cost of purchase on a first in, first out basis. Net realisable value is based on estimated selling price less costs of disposals.

Leases

Rental costs under operating leases are charged to profit and loss account in equal amounts over the period of the lease.

Pension costs

Contributions to the company's defined contribution pension scheme are charged to the profit and loss account in the year in which they are paid.

Deferred taxation

Deferred taxation is provided in full at the current tax rate on differences arising from the inclusion of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements.

HEAT AND COMBUSTION SUPPLIES LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED)

YEAR ENDED 30TH JUNE 2003

2. TANGIBLE FIXED ASSETS

	Total £
Cost	
At 1 st July 2002	127,819
Additions	37,310
Disposals	(20,000)

At 30 th June 2003	145,129

Depreciation	
At 1 st July 2002	67,720
Charge for year	27,357
Released on disposals	(5,000)

At 30 th June 2003	90,077

NET BOOK VALUE	
At 30 th June 2003	55,052

At 30 th June 2002	60,099

3. CALLED UP SHARE CAPITAL

	2003 £	2002 £
Authorised:		
2,500 ordinary shares of £1 each	2,500	2,500
2,500 'A' ordinary shares of £1 each	2,500	2,500
2,500 'B' ordinary shares of £1 each	2,500	2,500
2,500 'C' ordinary shares of £1 each	2,500	2,500
2,500 'D' ordinary shares of £1 each	2,500	2,500
2,500 'E' ordinary shares of £1 each	2,500	2,500
2,500 'F' ordinary shares of £1 each	2,500	2,500
2,500 'G' ordinary shares of £1 each	2,500	2,500
	-----	-----
	20,000	20,000
	=====	=====
Issued and fully paid:		
206 ordinary shares of £1 each	206	206
189 'A' ordinary shares of £1 each	189	189
1 'B' ordinary share of £1 each	1	1
1 'C' ordinary share of £1 each	1	1
1 'D' ordinary share of £1 each	1	1
1 'E' ordinary share of £1 each	1	1
1 'F' ordinary share of £1 each	1	1
	-----	-----
	400	400
	=====	=====