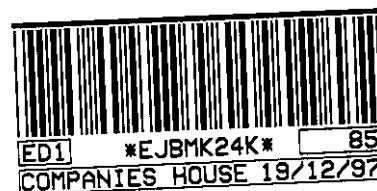


Heathbrook Construction Company Limited

Abbreviated Accounts

30 June 1997

Registration number 1195464



Heathbrook Construction Company Limited
Auditors' Report

Auditors' report to Heathbrook Construction Company Limited
under section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the financial statements of the company for the year ended 30th. June 1997 prepared under s.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 considered 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 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 financial statements.

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.



Dainty and Company
Chartered Accountants
Chartered Certified Accountants
Registered Auditors
Sutton Coldfield
B74 2SE.

11th. November 1997.

Heathbrook Construction Company Limited
Abbreviated Balance Sheet
as at 30 June 1997

	Notes	1997 £	1996 £
Fixed assets			
Tangible assets	2	26,214	17,742
Current assets			
Stocks	1,000	2,400	
Debtors	212,494	111,947	
Cash at bank and in hand	107,580	16,069	
	321,074	130,416	
Creditors: amounts falling due within one year	(289,273)	(96,950)	
Net current assets		31,801	33,466
Total assets less current liabilities		58,015	51,208
		<u>58,015</u>	<u>51,208</u>
Capital and reserves			
Called up share capital	3	10,000	10,000
Profit and loss account		48,015	41,208
		<u>58,015</u>	<u>51,208</u>

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



Mrs. J. Powell
Director

Approved by the board on 11 November 1997

Heathbrook Construction Company Limited
Notes to the Abbreviated Accounts
at 30 June 1997

1 Accounting policies

Accounting convention

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

Depreciation

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Leasehold land and buildings	10% on cost
Plant and machinery	15% reducing balance
Motor vehicles	25% reducing balance

Stocks

Stock is valued at the lower of cost and net realisable value.

Deferred taxation

Provision is made at appropriate rates for taxation deferred in respect of all material timing differences 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 foreseeable future

Leasing and hire purchase commitments

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

Pensions

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Heathbrook Construction Company Limited
Notes to the Abbreviated Accounts
at 30 June 1997

2 Tangible fixed assets

£

Cost

At 1 July 1996	78,925
Additions	15,656
Disposals	(6,675)

At 30 June 1997	<u>87,906</u>
-----------------	---------------

Depreciation

At 1 July 1996	61,183
Charge for the year	6,725
On disposals	(6,216)

At 30 June 1997	<u>61,692</u>
-----------------	---------------

Net book value

At 30 June 1997	<u>26,214</u>
-----------------	---------------

At 30 June 1996	<u>17,742</u>
-----------------	---------------

3 Share capital

1997
£

1996
£

Authorised:

Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
----------------------------	---------------	---------------

1997
No

1996
No

1997
£

1996
£

Allotted, called up and fully paid:

Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>
----------------------------	---------------	---------------	---------------	---------------