

MISTER STEEL LIMITED

**Registered Number: 2552312
(England and Wales)**

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED

31ST DECEMBER 1997



MUNRO'S

CHARTERED ACCOUNTANTS

LONDON

AUDITORS REPORT TO MISTER STEEL 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 the company prepared under section 226 Companies Act 1985 for the year ended 31st December 1997.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing abbreviated accounts in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated accounts and whether the abbreviated accounts have been properly prepared in accordance with those provisions.

BASIS OF OPINION

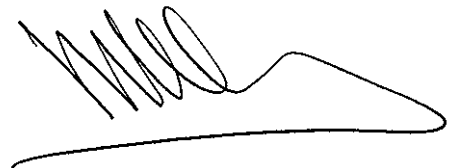
We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

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.

1,341 High Road,
Whetstone,
London N20 9HR

19th March 1998



MUNRO'S
CHARTERED ACCOUNTANTS
REGISTERED AUDITORS

MISTER STEEL LIMITED


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ABBREVIATED BALANCE SHEET
AS AT 31ST DECEMBER 1997

1996		1997
	FIXED ASSETS	
58,891	Tangible Assets	72,101
	CURRENT ASSETS	
17,841	Stock	17,331
74,265	Debtors	43,366
28,615	Cash at Bank and in Hand	57,921
120,721		118,618
103,540	CREDITORS (Amounts Falling Due Within One Year)	101,058
17,181	NET CURRENT ASSETS	17,560
76,072	TOTAL ASSETS LESS CURRENT LIABILITIES	89,661
(24,330)	CREDITORS (Amounts Falling Due After More Than One Year)	(15,146)
£51,742		£74,515
	SHARE CAPITAL AND RESERVES	
	Share Capital : Authorised £1,000	
100	: Issued and Fully Paid 100 Ordinary Shares of £1	100
51,642	Profit and Loss Account	74,415
£51,742		£74,515

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

Signed on behalf of the board of directors

 X
.....Mrs J. Stewart(Director)
Approved by the board: 19th March 1998

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER 1997

ACCOUNTING POLICIES

Basis of Accounting

The accounts for the year and the notes thereon are stated throughout using the historical cost convention.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from producing a cash flow statement on the grounds that it is a small company.

Turnover

Turnover represents amounts receivable for goods and services supplied during the year, exclusive of value added tax.

Depreciation

Depreciation is calculated at rates estimated to write down the relevant assets over their expected useful lives, taking into account normal, technical and commercial obsolescence and residual value.

The annual rates are:--

Plant and Equipment	15% on net book value
Motor Vehicles	25% on net book value

Stock and Work in Progress

Stock and work in progress is valued on a basis consistent with that of previous years at the lower of cost and net realisable value.

Finance Leases and Hire Purchase Agreements

Assets held under finance leases and hire purchase agreements are regarded in the balance sheet as assets and an obligation to pay future rentals in accordance with Statement of Standard Accounting Practice No. 21.

The interest charges under finance leases and hire purchase agreements are allocated equally to each instalment.

Pension Costs

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

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER 1997

TANGIBLE FIXED ASSETS

Cost

Brought Forward	125,321
Additions	38,000
Disposals	9,300
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	154,021

Accumulated Depreciation

Brought Forward	66,430
Depreciation for Year	19,447
Disposals	3,957
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	81,920

Net Book Value	<hr/>
	£72,101

BANK LOANS AND OVERDRAFTS

The bank holds a debenture dated 23rd July 1992 securing all monies due by means of a fixed and floating charge on the company's assets. At the Balance Sheet date the total bank indebtedness amounted to £19,188 (1996: £23,092).

Included in creditors is an amount of £ Nil (1996: £1,763) which is repayable by instalments not wholly due within five years.

Included in creditors are secured hire purchase creditors of £5,226 (1996: £15,635).