Company No. 1095016

COMPTON DEVELOPMENTS LIMITED

ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST OCTOBER 1997

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COMPTON DEVELOPMENTS LIMITED

AUDITORS' REPORT TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 1997

Auditors report to the directors of Compton Developments Limited pursuant to paragraph 8 of schedule 8 to the Companies Act 1985.

We have examined the abbreviated financial statements on pages 3 to 7 together with the full financial statements of Compton Developments Limited for the year ended 31st October 1997. The scope of our work for the purpose of this report was limited to confirming that the company is entitled to the exemptions claimed in the directors statement on page 3 and that the abbreviated financial statements have been properly prepared from the full financial statements.

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Part III of Schedule 8 to that Act in respect of the year ended 31st October 1997 and the abbreviated financial statements on pages 3 to 7 have been properly prepared in accordance with that Schedule.

On 3rd June 1998 we reported, as auditors of Compton Developments Limited to the members on the full financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31st October 1997 and our audit report was as follows:-

We have audited the financial statements on pages 5 to 14 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

RESPONSIBILITIES OF THE AUDITORS
It is our responsibility to form an independent opinion, based on our audit on these statements and to report our opinion to you.

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 any significant estimates and judgements made by the members or 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 necessary in order to provide us with sufficient evidence to give reasonable assurance 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.

COMPTON DEVELOPMENTS LIMITED

AUDITORS' REPORT TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST OCTOBER 1997

OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31st October 1997 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

We have examined the financial statements of the company and its subsidiaries for the year ended 31st October 1997. The scope of our work for the purpose of this report was limited to confirming that the company is entitled to the exemption conferred by Section 13 of the Companies Act 1989 from preparing group accounts.

In our opinion the company is entitled to the exemption from preparing group accounts conferred by Section 13 of the Companies Act 1989.

Cambrian Partnership

Cambrian Partnership,
Chartered Accountants and Registered Auditors,
NEATH.

26/8/98

COMPTON DEVELOPMENTS LIMITED

ABBREVIATED BALANCE SHEET AS AT 31ST OCTOBER 1997

	Note	1997 £	1997 £	1996 £	1996 £
FIXED ASSETS					
Tangible assets	4		19,358		6,577
CURRENT ASSETS					
Stocks	5	484,064		254,900	
Debtors	6	1,259,741		1,845,489	
Cash at bank and in hand		729,851		-	
		2,473,656		2,100,389	
CREDITORS					
Amounts falling due within one year	7	(1,659,930)		(1,467,846)	
NET CURRENT ASSETS			813,726		632,543
TOTAL ASSETS LESS CURRENT LIABILITIES			833,084		639,120
PROVISIONS FOR LIABILITIES AND CHARGES			-		-
			833,084		639,120
CAPITAL AND RESERVES					
Called up share capital	8		100		100
Profit and loss account			832,984		639,020
			833,084		639,120

The directors have taken advantage of the exemptions conferred by Part III of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

These accounts were approved by the Board of Directors on ..20/8/98......

P. Dalton ....

W Ballard ....

Directors

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST OCTOBER 1997

PRINCIPAL ACCOUNTING POLICIES

1. The financial statements have been prepared in accordance with generally accepted accounting principles in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

BASES OF ACCOUNTING

The financial statements are prepared in accordance with the historical cost convention.

The company has taken advantage of the exemption in Financial Reporting Standard No. 1 from producing a cash flow statement.

FIXED ASSETS

The cost of fixed assets is their purchase cost, together with any incidental expenses of acquisition.

Depreciation is calculated so as to write off the cost, or valuation, of tangible fixed assets, less their estimated residual values, on a straight line basis over the expected useful economic lives of the assets concerned. The principal annual rates used for this purpose are:

	%
Motor vehicles	25
Fixtures and fittings	15
Plant and machinery	15

STOCKS AND WORK IN PROGRESS

Stocks and work in progress are stated at the lower of cost and net realisable value. In general, cost is determined on a first in first out basis and includes transport and handling costs; in the case of manufactured products cost includes all direct expenditure and production overheads based on the normal level of activity. Provision is made where necessary for obsolete, slow moving and defective stocks.

TURNOVER

Turnover, which excludes value added tax and trade discounts, represents the invoiced value of goods and services supplied and the value of long term contract work done.

TAXATION

Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is probable that a liability or asset will crystallise.

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 1997

PENSION SCHEME ARRANGEMENTS

The company operates a self administered pension scheme. The funds are valued every three years by a professionally qualified independent actuary, the rates of contribution payable being determined by the actuary. Pension costs are accounted for on the basis of charging the expected cost of providing pensions over the period during which the company benefits from the employees' services.

2. STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company Law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit and loss of the company for that period. In preparing those financial statements the directors are required to:-

select suitable accounting policies and then apply them consistently;

make judgements and estimates that are reasonable and prudent;

state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements:

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

COMPTON DEVELOPMENTS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 1997

3. AUDIT FEES

	1997 £	1996 £
Auditors' remuneration	2,550	2,400

4. TANGIBLE FIXED ASSETS

	Plant and machinery	Fixtures and fittings	Motor Vehicles	Total
	£	£	£	
COST				
At 1st November 1996	2,909	13,708	2,524	19,141
Additions	-	9,529	11,938	21,467
Disposals	-	-	-	-
At 31st October 1997	2,909	23,237	14,462	40,608
DEPRECIATION				
At 1st November 1996	1,918	9,744	902	12,564
Charge for the year	200	3,879	4,607	8,686
Disposals	-	-	-	-
At 31st October 1997	2,118	13,623	5,509	21,250
NET BOOK VALUE				
At 31st October 1997	791	9,614	8,953	19,358
At 31st October 1996	991	3,964	1,622	6,577

5. STOCKS AND WORK IN PROGRESS

	1997 £	1996 £
Raw materials and work in progress	484,064	254,900

6. DEBTORS

	1997 £	1996 £
Amounts falling due within one year		
Trade debtors	5,850	4,950
Other debtors	1,253,891	1,840,539
	1,259,741	1,845,489

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST OCTOBER 1997

CREDITORS

	1997 £	1996 £
7. Amounts falling due within one year		
Bank overdraft	19,265	216,461
Trade creditors and accruals	55,545	38,348
Other creditors including:		
Taxation and social security costs	144,446	55,041
Due to subsidiary company	113,770	113,770
Other creditors	405	405
Directors' loans	873,285	962,182
Related companies	203,214	10,793
Other loans	250,000	70,846
	1,659,930	1,467,846

CALLED UP SHARE CAPITAL

8.

	Ordinary shares of £1 each	
	1997 £	1996 £
Authorised - value	100	100
- number	100	100
Allotted, called up and fully paid	100	100