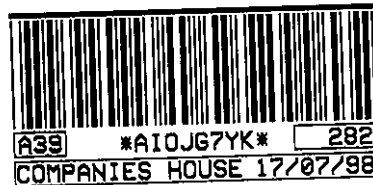


ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD
9TH JANUARY 1997 TO 31ST DECEMBER 1997
FOR
COVINGTON DEVELOPMENTS LIMITED



COVINGTON DEVELOPMENTS LIMITED

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for the Period 9th January 1997 to 31st December 1997

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COVINGTON DEVELOPMENTS LIMITED

COMPANY INFORMATION

for the Period 9th January 1997 to 31st December 1997

DIRECTORS:	R E Sutton P Hart GMJ Rose M Buckenham
SECRETARY:	P. Hart
REGISTERED OFFICE:	68 Hotchkiss Way Binley Industrial Estate Coventry Warwickshire CV3 2RL
REGISTERED NUMBER:	3279826 (England and Wales)
AUDITORS:	Chaplin Hall & Co Accountants Registered Auditors 329/333 Broadgate House Coventry CV1 1NH
BANKERS:	Barclays Bank Plc PO Box 2 25 High Street Coventry CV1 5QZ

COVINGTON DEVELOPMENTS LIMITED

REPORT OF THE AUDITORS TO
COVINGTON DEVELOPMENTS LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the period ended 31st December 1997 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements 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 financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

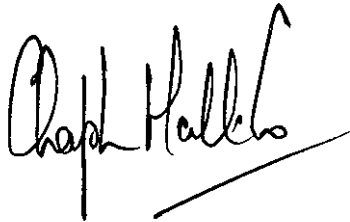
Basis of opinion

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 financial statements and that the abbreviated financial statements 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 financial statements.

Opinion

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

Chaplin Hall & Co
Accountants
Registered Auditors
329/333 Broadgate House
Coventry
CV1 1NH

A handwritten signature in black ink, appearing to read 'Chaplin Hall & Co', with a long horizontal line extending from the end of the signature.

Dated: 6th July 1998

COVINGTON DEVELOPMENTS LIMITED

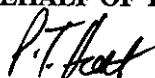
ABBREVIATED BALANCE SHEET

31st December 1997

	Notes	£	£
FIXED ASSETS:			
Tangible assets	2		232,538
CURRENT ASSETS:			
Stocks		11,673	
Debtors		78,555	
Cash at bank and in hand		22,237	
		112,465	
CREDITORS: Amounts falling due within one year	3	128,831	
NET CURRENT LIABILITIES:			(16,366)
TOTAL ASSETS LESS CURRENT LIABILITIES:			216,172
CREDITORS: Amounts falling due after more than one year	3		101,627
			£114,545
CAPITAL AND RESERVES:			
Called up share capital	4	66,500	
Profit and loss account		48,045	
Shareholders' funds			£114,545

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

ON BEHALF OF THE BOARD:



P Hart - DIRECTOR

Approved by the Board on 6th July 1998

The notes form part of these financial statements

COVINGTON DEVELOPMENTS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
for the Period 9th January 1997 to 31st December 1997

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Equipment	- 15 % on reducing balance
Fixtures and fittings	- 15 % on reducing balance
Motor vehicles	- 25 % on reducing balance
Computer equipment	- 33 % on cost

Stocks

Stock and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable for the period are charged in the profit and loss account.

COVINGTON DEVELOPMENTS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
for the Period 9th January 1997 to 31st December 1997

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
Additions	253,387
At 31st December 1997	253,387
DEPRECIATION:	
Charge for period	20,849
At 31st December 1997	20,849
NET BOOK VALUE:	
At 31st December 1997	232,538

3. CREDITORS

The following secured debts are included within creditors:

	£
Hire purchase contracts	162,663

4. CALLED UP SHARE CAPITAL

Authorised:			
Number:	Class:	Nominal value:	£
100,000	Ordinary	£1	100,000
Allotted, issued and fully paid:			
Number:	Class:	Nominal value:	£
66,500	Ordinary	£1	66,500