REGISTERED NUMBER: 2971263

England and Wales

SURFACE PROCESSING LIMITED

ABBREVIATED ACCOUNTS

30TH SEPTEMBER 1995

REPORT OF THE AUDITORS TO THE DIRECTORS OF SURFACE PROCESSING LIMITED

UNDER PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 3 to 5, together with the full statutory accounts of Surface Processing Limited for the period ended 30th September 1995. The scope of our work for the purpose of this report was limited to confirming the opinion as set out in the following paragraph.

In our opinion the directors are entitled under Sections 246 and 247 of the Companies Act 1985 to deliver abbreviated accounts in respect of the period ended 30th September 1995, and the abbreviated accounts on pages 3 to 5 have been properly prepared in accordance with Schedule 8 to that Act.

On 30th November 1995, we reported to the shareholders on the statutory accounts of the company for the period ended 30th September 1995 prepared under Section 226 of the Companies Act 1985 as modified by the exemptions provided by Part I of Schedule 8.

Our report under Section 235 of the Companies Act 1985 was as follows:-

"We have audited the accounts on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1, the company's directors are responsible for the preparation of accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts 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 accounts. It also includes an assessment of the significant estimates and judgments by the directors in the preparation of the accounts, 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 which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts 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 accounts.

REPORT OF THE AUDITORS TO THE DIRECTORS OF SURFACE PROCESSING LIMITED

UNDER PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985 (continued)

OPINION

In our opinion, the accounts give a true and fair view of the state of the company's affairs at 30th September 1995 and of its profit for the period then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies."

Wilkes Tranter & Co

Wilkes Tranter & Co
Registered Auditors

Brook House
Moss Grove
Kingswinford
West Midlands
DY6 9HS

30th November 1995

SURFACE PROCESSING LIMITED

ABBREVIATED BALANCE SHEET AT 30TH SEPTEMBER 1995

	Notes	1995 £	£
Fixed assets			
Tangible assets	2		87,002
Current assets			
Stocks		2,055	
Debtors		183,303	
		185,358	
Creditors (amounts falling due within one year)	3	218,131	
Net current liabilities			(32,773)
Total assets less current liabilities			54,229
Creditors (amounts falling due after more than one year)	3		30,351
			23,878
Capital and reserves			
Called up share capital	4		100
Profit and loss account			23,778
Shareholders' funds			23,878

The directors have taken advantage, in the preparation of the accounts, of special exemptions applicable to small companies under Schedule 8 Part I of the Companies Act 1985. In the opinion of the directors the company qualifies as a small company and is entitled to make use of the special exemptions.

The directors have taken advantage of exemptions conferred on small companies by the Companies Act 1985, Schedule 8, Part III. In the opinion of the directors the company qualifies as a small company and is entitled to make use of the exemptions.

Signed on behalf of the board of directors

G G Friend)
) Directors
J Whitehouse)

Approved by the board on 30th November 1995.

SURFACE PROCESSING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - 30TH SEPTEMBER 1995

1. ACCOUNTING POLICIES

Basis of Accounting
The accounts have been prepared under the historical cost convention.

Cash flow Statement
The accounts do not include a cash flow statement as it is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash flow statements."

Turnover
Turnover represents net invoiced sales of goods, excluding VAT.

Tangible Fixed Assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life on a straight line basis:-

Motor Vehicles	-	25% on Cost
Plant & Machinery	-	15% on Cost
Fixtures & Fittings	-	25% on Cost

Stocks
Stocks 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.

Operating Leases
Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profit as incurred.

Hire Purchase Contracts
Where an asset is financed by an arrangement that gives rights approximating to ownership (finance lease) the asset is treated as if it had been purchased outright and is capitalised and included in tangible fixed assets. The corresponding commitment is included as an obligation under finance leases.

Depreciation of such assets is charged to profit and loss account in accordance with the company's normal depreciation policies. Payments are treated as consisting of capital and interest, and the interest element is charged to profit and loss account.

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

SURFACE PROCESSING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - 30TH SEPTEMBER 1995

2. TANGIBLE FIXED ASSETS

	Total £
Cost	
Additions	107,507
Disposals	(4,540)
At 30th September 1995	102,967
Depreciation	
Charge for the period	16,435
On disposals	(470)
At 30th September 1995	15,965
Net book value	
At 30th September 1995	87,002

3. SECURED CREDITORS

The following amounts due to Barclays Bank Plc are secured by a fixed and floating charge on the assets of the company.

	1995 £
Creditors (amounts falling due within one year)	63,628
Creditors (amounts falling due after more than one year)	21,458
	85,086

4. CALLED UP SHARE CAPITAL

	1995 £
Authorised	
10,000 Ordinary shares of £1 each	10,000
Allotted, Called Up and Fully Paid	
100 Ordinary shares of £1 each	100

During the period, 100 Ordinary shares of £1 each were allotted and fully paid for cash at par to increase the capital base of the company.