

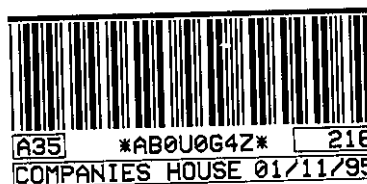


H Z L LIMITED

ANNUAL REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 1995

COMPANY NUMBER: 2225918



REPORT OF THE AUDITORS TO THE DIRECTOR OFH Z L LIMITEDUNDER PARAGRAPH 24 OF SCHEDULE 8 TO THECOMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the full statutory accounts of the company. 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 company is entitled to the exemptions as set out in the directors' statements on page 2 and the abbreviated accounts have been properly prepared in accordance with Part III of Schedule 8 to the Companies Act 1985.

On 30th October 1995 we reported to the shareholders on the statutory accounts of the company for the year ended 31st March 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 set out on pages 3 to 7 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTOR AND AUDITORS

As described on page 1, the company's director is 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.

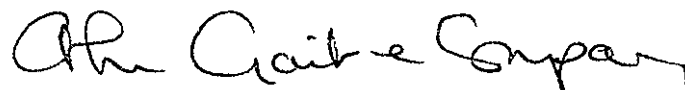
BASIS OF OPINION

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 judgements by the director in the preparation of accounts, and 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 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.

OPINION

In our opinion the accounts give a true and fair view of the state of the company's affairs at 31st March 1995 and of its loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.'



Arthur Gait & Company,
Chartered Accountants and Registered Auditors,
18 Gold Tops,
Newport,
Gwent.
NP9 8WJ.

Dated: 30/10/95

BALANCE SHEET AS AT 31ST MARCH 1995

	Notes	1995 £	1994 £
<u>FIXED ASSETS</u>			
Tangible Assets	1 4	247,436	226,334
<u>CURRENT ASSETS</u>			
Stocks		2,550	2,650
Debtors		78,209	86,654
		80,759	89,304
CREDITORS: Amounts Falling Due Within One Year	2	226,975	229,282
<u>NET CURRENT (LIABILITIES)</u>		(146,216)	(139,978)
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		101,220	86,356
CREDITORS: Amounts Falling Due Within One Year		41,277	-
		£ 59,943	£ 86,356
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	3	100	100
Profit And Loss Account		59,843	86,256
		£ 59,943	£ 86,356

The director has taken advantage of the exemptions conferred by Part III of Schedule 8 to the Companies Act 1985 and has done so on the grounds that, in his opinion, the company is entitled to those exemptions as a small company.

In the preparation of the company's annual accounts, the director has taken advantage of special exemptions applicable to small companies provided by Part I of Schedule 8 and have done so on the grounds that, in his opinion, the company qualifies as a small company.

Signed on behalf of the board



A.M. Hazell

Director

Approved by the board on 24 / 10 / 95.

H Z L LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 1995
1. ACCOUNTING POLICIES
Basis of Accounting

The accounts have been prepared under the historical cost convention.

Cash Flow

The accounts do not include a cash flow statement, because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 'Cash Flow Statements'.

Turnover

This represents the amounts received or receivable for goods and services provided to customers, excluding Value Added Tax.

Depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Garage Equipment	15% Reducing Balance.
Motor Vehicles	25% Reducing Balance.
Fixtures and Fittings	15% Reducing Balance
Office Equipment	15% Reducing Balance.

Stocks

These have been valued at the lower of cost or net realisable value.

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 director, there is reasonable probability that the liability will not arise in the foreseeable future.

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.

2. AGGREGATE AMOUNT OF SECURED LIABILITIES

	<u>1995</u>	<u>1994</u>
	£	£
Total Secured Liabilities	71,635	112,857

3. SHARE CAPITAL

	<u>1995</u>	<u>1994</u>
	£	£
Ordinary Shares of £1 each :-		
Authorised	100	100
Issued	100	100

During the year no shares were issued (1994 Nil).

NOTES TO THE ACCOUNTSFOR THE YEAR ENDED 31ST MARCH 1995

<u>4. TANGIBLE FIXED ASSETS</u>	Total £
At 1st April 1994	427,962
Additions	119,185
Disposals	<u>(46,566)</u>
At 31st March 1995	<u>500,581</u>
Depreciation	
At 1st April 1994	201,628
On disposals	(29,327)
Charge for year	<u>80,844</u>
At 31st March 1995	<u>253,145</u>
Net book values	
At 31st March 1995	<u>247,436</u>
At 31st March 1994	<u><u>226,334</u></u>