

J FREIGHT LIMITED

COMPANY REGISTRATION NUMBER 1796543

Full Financial Statements for the Shareholders for the year ended 31 March 1997 were approved by the Board of Directors on 26 August 1997. The Directors have prepared the attached Abbreviated Balance Sheet and Notes for the year ended 31 March 1997 in compliance with section 246(1) of the Companies Act 1985 for filing with the Registrar of Companies.

AUDITORS' REPORT TO THE DIRECTORS OF J FREIGHT LIMITED

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the Abbreviated Accounts on pages 2 to 4 together with the Financial Statements of the company for the year ended 31 March 1997 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The Directors are responsible for preparing the Abbreviated Accounts 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 Accounts prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts 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 Accounts and that the Abbreviated Accounts 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 Financial Statements.

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.

On 26 August 1997 we reported as Auditors of J Freight Limited, to the members on the full Financial Statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 March 1997 and our audit report was as follows :-

We have audited the Financial Statements on pages 3 to 9 that have been prepared under the historical cost convention and the Accounting Policies set out on page 5.



J FREIGHT LIMITED

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 5, the Company's Directors are responsible for the preparation of Financial Statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION

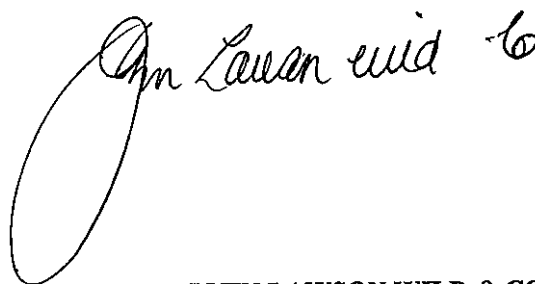
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the Financial Statements. It also includes the assessment of the significant estimates and judgements made by 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 which we considered 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.

OPINION

In our opinion the Financial Statements give a true and fair view of the state of the Company's affairs as at 31 March 1997 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Date : 26 August 1997

A handwritten signature in cursive script that reads "John Lawson Wild". The signature is written in dark ink and is positioned above the printed name of the auditor.

JOHN LAWSON WILD & CO
Chartered Accountants
Registered Auditors
Cloth Hall, 150 Drake Street, Rochdale, OL16 1PX

J FREIGHT LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 MARCH 1997

<u>1996</u>		<u>NOTES</u>	<u>1997</u>	
£	£		£	£
143851		TANGIBLE FIXED ASSETS	2 & 10	168918
		CURRENT ASSETS		
	329711	Debtors (Due within one year)	11	327074
	85529	Cash at Bank		137373
	1764	Cash in Hand		1399
	<hr/>			<hr/>
	417004			465846
	267903	CREDITORS (Due within one year)	12	250029
	<hr/>			<hr/>
149101		NET CURRENT ASSETS		215817
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292952		TOTAL ASSETS LESS CURRENT LIABILITIES		384735
12778		CREDITORS (Due after one year)	13	20636
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280174		NET ASSETS		364099
<hr/>				<hr/>
		CAPITAL AND RESERVES		
	200	Called up Share Capital	3	200
	279974	Profit and Loss Account		363899
	<hr/>			<hr/>
280174		SHAREHOLDERS' FUNDS	15	364099
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In preparing these Abbreviated Accounts we have taken advantage of the exemptions conferred by Section A Part 111 of Schedule 8 to the Companies Act 1985 and we have done so on the grounds that the Company is entitled to the benefit of those exemptions as a small Company.

This Abbreviated Balance Sheet should be read in conjunction with the Notes on pages 3 and 4.

Approved by the Board on 26 August 1997

S JACKSON



DIRECTOR

J FREIGHT LIMITED

NOTES TO THE ABBREVIATED BALANCE SHEET AS AT 31 MARCH 1997

1. ACCOUNTING POLICIES

Basis of Accounting

The Financial Statements are prepared on the historical cost basis of Accounting. The Company has taken advantage of the exemption afforded to small companies by Financial Reporting Standard 1, and has not prepared a Cash Flow Statement.

Fixed Assets

Fixed Assets are stated in the Balance Sheet at cost less depreciation where applicable. Depreciation is charged on a reducing balance basis at the following rates:-

Plant and Machinery	15%
Fixtures and Fittings	15%
Motor Vehicles	25%

Pension Premiums

Defined Contribution Scheme Premiums are charged to the Profit and Loss Account in the period in which they are paid.

Deferred Taxation

No provision is made at the current rate for taxation in respect of all material timing differences because, in the opinion of the Directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Turnover

Turnover represents the value of services supplied to customers during the year less credit notes and net of Value Added Tax.

2. SHARE CAPITAL

	<u>1997</u> £	<u>1996</u> £
Authorised 10000 Ordinary Shares of £1 each	<u>10000</u>	<u>10000</u>
Allotted, called up and fully paid 200 Ordinary Shares of £1 each	<u>200</u>	<u>200</u>

J FREIGHT LIMITED

NOTES TO THE ABBREVIATED BALANCE SHEET AS AT 31 MARCH 1997

3. TANGIBLE FIXED ASSETS

	Plant and Equipment	Fixtures and Fittings	Motor Vehicles	Total
	£	£	£	£
<u>COST</u>				
As at 31 March 1996	67103	40967	185121	293191
Additions	12155	3878	54945	70978
Disposals	-	-	27995	27995
As at 31 March 1997	79258	44845	212071	336174
<u>DEPRECIATION</u>				
As at 31 March 1996	28305	23626	97409	149340
Charge for the year	7643	2860	30286	40789
Eliminated on Disposals	-	-	22873	22873
As at 31 March 1997	35498	26486	104822	167256
<u>NET BOOK VALUE</u>				
As at 31 March 1997	43310	18359	107249	168918
As at 31 March 1996	38798	17341	87712	143851

Motor Vehicles with a net book value of £62882 and depreciation for the year in the sum of £15501 are the subject of Hire Purchase indebtedness.