

DREDGING U.K. LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31ST DECEMBER 1999



AUDITORS' REPORT TO DREDGING U.K. LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements set out on pages 2 to 3 together with the financial statements of Dredging U.K. Limited for the year ended 31st December 1999 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 procedures we considered 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 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 2 to 3 are properly prepared in accordance with those provisions.

Walker Tindle

Walker Tindle
Chartered Accountants and Registered Auditors
New Exchange Buildings
Queens Square
Middlesbrough
TS2 1AA

Date: 31 March 2000

DREDGING U.K. LIMITED

ABBREVIATED BALANCE SHEET

AS AT 31ST DECEMBER 1999

	Notes	1999	1998
		£	£
Current assets			
Debtors		149,841	203,858
		<u>149,841</u>	<u>203,858</u>
Creditors: amounts falling due within one year		(3,316)	(17,325)
		<u>(3,316)</u>	<u>(17,325)</u>
Net current assets		<u>146,525</u>	<u>186,533</u>
Total assets less current liabilities		<u>146,525</u>	<u>186,533</u>
Capital and reserves			
Share capital	2	10,000	10,000
Profit and loss account		<u>136,525</u>	<u>176,533</u>
Shareholders' funds		<u>146,525</u>	<u>186,533</u>

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

These abbreviated financial statements were approved by the board on 31 | 03 | 00 and signed on its behalf.



Mr P M Stephenson
Director

DREDGING U.K. LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 1999

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Turnover

Turnover comprises the value of sales excluding value added tax.

2 Secured creditors

Secured creditors amounted to £1558 (1998: £585) at the balance sheet date.

3 Share capital

Authorised

10,000 Ordinary shares of £1.00 each

	1999	1998
	£	£
	<u>10,000</u>	<u>10,000</u>
	<u>10,000</u>	<u>10,000</u>

Allotted

10,000 Allotted, called up and fully paid ordinary shares of £1.00 each

	<u>10,000</u>	<u>10,000</u>
	<u>10,000</u>	<u>10,000</u>

4 Related parties

During the year the company traded on a commercial and arms length basis with other group companies and a company controlled by Mr P M Stephenson, who controls the group.

Details of transactions which occurred during the year and balances at the year end date were as follows:

	1999	1998
	£	£
Group companies		
Turnover	165,000	-
Cost of sales	206,000	191,507
Management fee	11,500	35,000
Debtor	130,414	194,129
Company under common control		
Turnover	15,000	206,200

5 Parent company

The ultimate parent company is Able UK Limited, a company registered in England.
