

**CH2M Hill IDC (UK) Limited**

**Abbreviated financial statements**

31 December 1997

Registered number 158615



2

## **Abbreviated financial statements**

### **Contents**

Report of the auditors to CH2M Hill (UK) Limited	1
Balance sheet	2
Notes	3



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## Report of the auditors to CH2M Hill IDC (UK) Limited

*pursuant to Section 247B of the Companies Act 1985*

We have examined the abbreviated accounts set out on pages 2 to 5 together with the financial statements of CH2M Hill IDC (UK) Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1997.

### *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 our 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 abbreviated accounts have been properly prepared in accordance with those provisions and to report our opinion to you.

### *Basis of opinion*

We have carried out the procedures we considered 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 have been properly prepared. The scope of our work for the purpose of this report does 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 accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and the abbreviated accounts have been properly prepared in accordance with those provisions.

**KPMG**  
*Chartered Accountants*  
*Registered Auditors*

1998

**Balance sheet**  
at 31 December 1997

	Note	1997 £	£	1996 £	£
<b>Fixed assets</b>					
Tangible assets	2		16,935		4,951
<b>Current assets</b>					
Debtors		92,173		76,533	
Cash at bank and in hand		114,611		396,597	
		<u>206,784</u>		<u>473,130</u>	
Creditors: amounts falling due within one year		(161,981)		(151,204)	
<b>Net current assets</b>			44,803		321,926
<b>Total assets less current liabilities</b>			<u>61,738</u>		<u>326,877</u>
Creditors: amounts falling due after more than one year			(190,202)		(212,127)
<b>Net (liabilities)/assets</b>			<u>(128,464)</u>		<u>114,750</u>
<b>Capital and reserves</b>					
Called up share capital	3		270,000		270,000
Profit and loss account			(398,464)		(155,250)
<b>Shareholders' (deficit)/funds - all equity</b>			<u>(128,464)</u>		<u>114,750</u>

The accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

These financial statements were approved by the board of directors on 10 JUNE 1998 and were signed on its behalf by:



S King  
Director

## Notes

*(forming part of the financial statements)*

### 1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

#### *Basis of preparation*

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

The company is dependent on ongoing financial support from the ultimate parent company. The financial statements have been prepared on a going concern basis as the ultimate parent company has given an undertaking to provide financial and other support to the subsidiary for the foreseeable future to enable it to continue to trade.

#### *Fixed assets and depreciation*

All assets with a useful life extending beyond one year with a unit cost of greater than £3,000 are capitalised and depreciated over their useful lives. All expenditures less than £3,000 are expensed as incurred.

All real property expenditures, including tenant improvements, are capitalised if the individual expenditure is greater than £5,000.

Depreciation is provided by the company to write off the cost less the estimated residual value by equal instalments over their estimated useful economic lives, as follows:

Office Equipment	-	3 years straight line
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#### *Foreign currencies*

Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date. All gains or losses on translation are included in the profit and loss account.

#### *Taxation*

The charge for taxation is based on the result for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. Provision is made for deferred tax only to the extent that it is probable that an actual liability will crystallise.

**Notes (continued)**

**Accounting policies (continued)**

**Cash flow statement**

Under Financial Reporting Standard 1, the company is exempt from the requirements of preparing a cash flow statement on the grounds that it qualifies as a small company.

**Turnover**

Turnover represents the amounts (excluding value added tax) derived from the provision of goods and services to customers during the year.

**Work in progress**

The company is involved in the supply of construction management services. Profit on these contracts is recognised as the work progresses and where the outcome of the relevant contract can be assessed with reasonable certainty. Where relevant, provision is made for all known or expected losses at the completion of each contract immediately such losses are foreseen.

The amount attributable to contracts in the balance sheet (disclosed under debtors as amounts recoverable on contracts) is the total of costs incurred plus attributable profit, less that element transferred to the profit and loss account to match with turnover, and after deducting any foreseeable losses and applicable payments on account not matched with turnover. Where payments to account exceed turnover, the difference is included in creditors as excess payments on account.

**Pension costs**

The company contributes to a defined contribution group personal pension scheme in respect of eligible employees. The assets of the scheme are held separately from those of the company in an independently administered fund. The amount charged against profits represents the contributions payable to the scheme in respect of the accounting year.

**Leases**

Rentals payable under operating leases are charged to the profit and loss account over the life of the lease.

**2 Tangible fixed assets**

	Office equipment £
<b>Cost</b>	
At beginning of year	5,395
Additions	<u>17,640</u>
<b>At end of year</b>	<u>23,035</u>
<b>Depreciation</b>	
At beginning of year	444
Charge for year	<u>5,656</u>
<b>At end of year</b>	<u>6,100</u>
<b>Net book value</b>	
At 31 December 1997	<u>16,935</u>
At 31 December 1996	<u>4,951</u>

Notes (continued)

3 Called up share capital - all equity

	1997	1996
	£	£
<i>Authorised</i>		
Ordinary shares of £1 each	1,000,000	1,000,000
	=====	=====
<i>Allotted, called up and fully paid</i>		
Ordinary shares of £1 each	270,000	270,000
	=====	=====