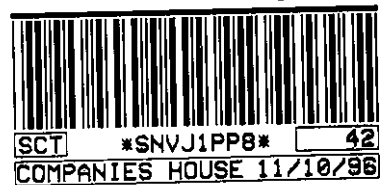


# CH2M Hill I.D.C. (U.K.) Limited

Abbreviated  
financial statements

Period ended 31 December 1995

Registered number: 158615



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# CH2M Hill I.D.C. (U.K.) Limited

## Abbreviated financial statements

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## Auditors' report to CH2M Hill I.D.C. (U.K.) Limited pursuant to paragraph 24 of Schedule 8 to the Companies Act, 1985

We have examined the abbreviated accounts on pages 4 to 7 together with the financial statements of CH2M Hill I.D.C. (U.K.) Limited prepared under section 226 of the Companies Act 1985 for the period ended 31 December 1995.

### **Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 6 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

### **Basis of opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. 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 under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the period ended 31 December 1995 and the abbreviated accounts on pages 4 to 7 have been properly prepared in accordance with that Schedule.

### **Other information**

On 13 September 1996 we reported, as auditors of CH2M Hill I.D.C. (U.K.) Limited, to the members on the company's financial statements prepared under Section 226 of the Companies Act 1985 for the period ended 31 December 1995 to be laid before its Annual General Meeting, and our audit report was as follows:

"We have audited the financial statements on pages 6 to 11.

Auditors' report to CH2M Hill I.D.C. (U.K.) Limited pursuant to paragraph 24 of Schedule 8 to the Companies Act, 1985 (*continued*)

**Respective responsibilities of directors and auditors in relation to the financial statements**

As described on page 4 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 an 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 affairs of the company at 31 December 1995 and of its loss for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

Chartered Accountants  
Registered Auditors



13 September 1996

This is a certified true copy

  
Director  
Director

# CH2M Hill I.D.C. (U.K.) Limited

## Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper books of account which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Acts 1985. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

On behalf of the board

  
Director

  
Director

# CH2M Hill I.D.C. (U.K.) Limited

## Statement of accounting policies *for the period ended 31 December 1995*

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 are prepared in accordance with generally accepted accounting principles under the historical cost convention, and comply with financial reporting standards of the Accounting Standards Board as promulgated by the Institute of Chartered Accountants in Scotland.

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 sufficient finance to the company to enable it to continue trading for the foreseeable future.

During the period from incorporation to 31 December 1995 the company incurred a loss of £153,544. However, this was subsequent to the write-off of £173,000 in respect of computer equipment and office supplies. This reflects a conservative write-off policy in respect of fixed assets additions with all amounts less than £2,000 being written off in the year of addition. If this policy had not been adopted the company would have broken even during the period. This, together with the fact that a number of design projects have recently been attained by the company, leaves the company confident that 1996 will be a profitable year.

### **Cash flow statement**

The company meets the size criteria for a small company set by the Companies Act 1985, and therefore, in accordance with FRS 1: Cash Flow Statements, it has not prepared a cash flow statement.

### **Turnover**

Turnover represents the invoiced value of services provided together with amounts recoverable under contracts. Turnover excludes value added tax.

### **Amounts recoverable under contracts**

Amounts recoverable under contracts represents the contract value of unbilled work completed at the year end. Provision is made for anticipated losses, if any, on each contract having taken account of the estimated costs to completion.

### **Currency**

The financial statements are prepared in Sterling pounds.

### **Taxation**

Taxation is based on the results for the year. Provision is made for deferred taxation, using the liability method, on timing differences which are expected to reverse in the foreseeable future.

# CH2M Hill I.D.C. (U.K.) Limited

Statement of accounting policies *(continued)*  
*for the period ended 31 December 1995*

## **Foreign currencies**

Transactions denominated in foreign currencies are translated into Sterling pounds and recorded at the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities arising in foreign currencies are translated into Sterling pounds at the exchange rate ruling on the balance sheet date. All exchange differences arising are included in the operating results for the period.

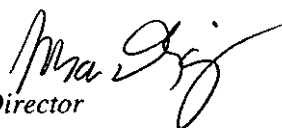
# CH2M Hill I.D.C. (U.K.) Limited

Balance sheet  
at 31 December 1995

	Note	1995 £
<b>Assets employed</b>		
<b>Current assets</b>		
Debtors	2	227,293
Cash at bank and in hand		77,984
		<hr/>
		305,277
<b>Creditors: amounts falling due within one year</b>	3	(55,838)
		<hr/>
<b>Net current assets</b>		249,439
<b>Creditors: amounts falling due after more than one year</b>		(132,983)
		<hr/>
<b>Net assets</b>		116,456
		<hr/> <hr/>
<b>Financed by</b>		
<b>Capital and reserves</b>		
Called up share capital	4	270,000
Profit and loss account		(153,544)
		<hr/>
<b>Shareholders' funds - equity</b>		116,456
		<hr/> <hr/>

On 13 September 1996 we prepared the abridged financial statements and have relied on specified exemptions contained in Sections 246 and 247 of the Companies Act, 1985 on the grounds that the company is entitled to the benefit of those exemptions as a small company.

On behalf of the board

  
Director

  
Director

13 September 1996



# CH2M Hill I.D.C. (U.K.) Limited

## Notes

(forming part of the financial statements)

### 1 Interests of directors and secretary

The directors and company secretary who held office at 31 December 1995 had no interests, other than those shown below, in the shares of the company or of group companies :

*Beneficial holding as at 31 December:*

Name of director	Company	Description of share	Interest at end of year
Kenneth F. Durant	CH2M Hill Companies Limited	Common stock	2,460
Wayne E. Hanson	CH2M Hill Companies Limited	Common stock	1,579
Susan D. King	CH2M Hill Companies Limited	Common stock	155

### 2 Debtors

1995  
£

Amounts falling due within one year

227,293

### 3 Creditors: amounts falling due within one year

1995  
£

Amounts relating to tax included here are as follows:  
Income tax deducted under PAYE  
Employers national insurance

7,568  
6,442

14,010

### 4 Called up share capital

1995  
£

#### *Equity shares*

##### *Authorised*

1,000,000 ordinary shares  
of £1 each

1,000,000

##### *Allotted, called up and fully paid*

270,000 ordinary shares  
of £1 each

270,000

### 5 Approval of financial statements

The financial statements were approved by the board of directors on 13 September 1996.