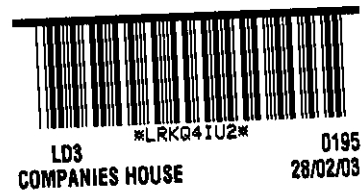


Abbreviated Financial Statements for the Year Ended 30 April 2002

for

Downland Bedding Company Limited



Downland Bedding Company Limited

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for the Year Ended 30 April 2002**

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Downland Bedding Company Limited

Company Information
for the Year Ended 30 April 2002

DIRECTORS: G.R. Smith
G.O. Smith
F.G. Smith
M.R. Smith

SECRETARY: G R SMITH

REGISTERED OFFICE: 23 Blackstock Street
LIVERPOOL
L3 6ER

REGISTERED NUMBER: 419883 (England and Wales)

AUDITORS: Thornton Springer
Chartered Accountants
Registered Auditors
67 Westow Street
Upper Norwood
London, SE19 3RW

Downland Bedding Company Limited

Report of the Independent Auditors to
Downland Bedding Company Limited
Under Section 247B of the Companies Act 1985

We have examined the abbreviated financial statements on pages three to six, together with the full financial statements of the company for the year ended 30 April 2002 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.

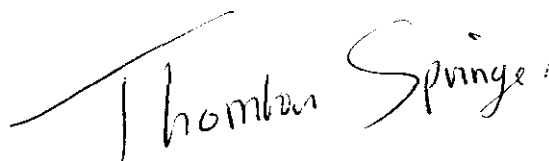
Basis of opinion

We have carried out the procedures we consider 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 full 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 three to six are properly prepared in accordance with those provisions.

Thornton Springer
Chartered Accountants
Registered Auditors
67 Westow Street
Upper Norwood
London, SE19 3RW



Dated: 25/2/03

Downland Bedding Company Limited

Abbreviated Balance Sheet

30 April 2002

| | | 30.4.02 | | 30.4.01 | |
|--|-------|----------------|-----------------|----------------|-----------------|
| | Notes | £ | £ | £ | £ |
| FIXED ASSETS | | | | | |
| Tangible assets | 2 | | 381,449 | | 159,090 |
| Investments | 3 | | 33,403 | | 33,403 |
| | | | <u>414,852</u> | | <u>192,493</u> |
| CURRENT ASSETS | | | | | |
| Stocks | | 130,037 | | 116,870 | |
| Debtors | | 440,039 | | 455,261 | |
| Investments | | 30,000 | | - | |
| Cash at bank and in hand | | 194,852 | | 191,687 | |
| | | <u>794,928</u> | | <u>763,818</u> | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 4 | 562,864 | | 369,713 | |
| | | <u></u> | | <u></u> | |
| NET CURRENT ASSETS | | | 232,064 | | 394,105 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>646,916</u> | | <u>586,598</u> |
| CREDITORS | | | | | |
| Amounts falling due after more than one year | 4 | | (67,788) | | (68,788) |
| ACCRUALS AND DEFERRED INCOME | | | | | |
| | | | (20,035) | | (20,960) |
| | | | <u>£559,093</u> | | <u>£496,850</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | 5 | | 5,000 | | 5,000 |
| Profit and loss account | | | 554,093 | | 491,850 |
| SHAREHOLDERS' FUNDS | | | <u>£559,093</u> | | <u>£496,850</u> |

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

ON BEHALF OF THE BOARD:

G.R. Smith

G.R. Smith - DIRECTOR

Approved by the Board on 25 February 2003

The notes form part of these financial statements

Downland Bedding Company Limited

Notes to the Abbreviated Financial Statements **for the Year Ended 30 April 2002**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

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

| | |
|-------------------------|--|
| Land and buildings | - 5% on cost |
| Plant and machinery etc | - 25% on cost, 20% on reducing balance and 15% on cost |

Stocks

Stock and work in progress is valued at the lower of cost and net realisable value. Cost includes the cost of direct materials plus attributable overheads based on a normal level of activity. Net realisable value is based on estimated selling price less further costs expected to be incurred to completion and disposal.

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

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable for the year are charged in the profit and loss account.

Government grants

Grants relating to fixed assets are released to trading profits over the expected useful lives of the particular assets to which they relate.

Group accounts

The company is not required to prepare group accounts because it qualifies for exemption conferred by S.248 Companies Act 1985.

Downland Bedding Company Limited

Notes to the Abbreviated Financial Statements
for the Year Ended 30 April 2002

2. TANGIBLE FIXED ASSETS

| | Total £ |
|------------------------|------------|
| COST: | |
| At 1 May 2001 | 582,092 |
| Additions | 280,564 |
| Disposals | (17,754) |
| | <hr/> |
| At 30 April 2002 | 844,902 |
| | <hr/> |
| DEPRECIATION: | |
| At 1 May 2001 | 423,002 |
| Charge for year | 58,205 |
| Eliminated on disposal | (17,754) |
| | <hr/> |
| At 30 April 2002 | 463,453 |
| | <hr/> |
| NET BOOK VALUE: | |
| At 30 April 2002 | 381,449 |
| | <hr/> |
| At 30 April 2001 | 159,090 |
| | <hr/> |

3. FIXED ASSET INVESTMENTS

| | Unlisted investments £ |
|------------------------------------|------------------------------|
| COST: | |
| At 1 May 2001 and 30 April 2002 | 41,415 |
| | <hr/> |
| PROVISIONS: | |
| At 1 May 2001 and 30 April 2002 | 8,012 |
| | <hr/> |
| NET BOOK VALUE: | |
| At 30 April 2002 | 33,403 |
| | <hr/> |
| At 30 April 2001 | 33,403 |
| | <hr/> |

The company's investments at the balance sheet date in the share capital of companies include the following:

The Scott Feather Company Limited
Nature of business: Processing of feather

| | % holding | | |
|--------------------------------|--------------|---------|---------|
| Class of shares: | | | |
| Ordinary | 100.00 | | |
| | | 30.4.02 | 30.4.01 |
| | | £ | £ |
| Aggregate capital and reserves | | 43,277 | 14,025 |
| Profit for the year | | 29,253 | 1,815 |
| | | <hr/> | <hr/> |

Downland Bedding Company Limited

Notes to the Abbreviated Financial Statements
for the Year Ended 30 April 2002

4. CREDITORS

Creditors include the following debts falling due in more than five years:

| | 30.4.02 | 30.4.01 |
|---|---------------|---------------|
| | £ | £ |
| Repayable otherwise than by instalments | | |
| Medium Term Loan | 8,553 | 8,553 |
| Loans from directors | 56,460 | 57,460 |
| | <u>65,013</u> | <u>66,013</u> |

5. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

| Number: | Class: | Nominal value: | 30.4.02 | 30.4.01 |
|---------|----------|-------------------|--------------|--------------|
| | | | £ | £ |
| 5,000 | Ordinary | £1 | <u>5,000</u> | <u>5,000</u> |

6. RELATED PARTY DISCLOSURES

The company and its subsidiary The Scott Feather Company Limited operate a central accounting system and all bank transactions go through the bank accounts of Downland Bedding Company Limited.

During the year the company purchased processed feather from The Scott Feather Company Limited amounting to £290,169. At 30 April 2002 the amount due to The Scott Feather Company Limited, and included in Other Creditors, amounted to £53,813.

Trade Creditors includes £3,995 due to Marchioness Limited, a dormant company in which Mr G R Smith and Mr G O Smith, both directors, had a material interest.