

Carmal Enterprises Limited

Abbreviated Accounts
January 31, 2000

Davison and Shingleton
Chartered Accountants





AUDITORS' REPORT TO CARMAL ENTERPRISES LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5 together with the accounts of the company for the year ended January 31, 2000, 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 considered necessary to confirm, by reference to the accounts, 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 accounts.

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 5 are properly prepared in accordance with those provisions.

Davison and Shingleton

Davison and Shingleton
Chartered Accountants
Registered Auditor

June 23, 2000

CARMAL ENTERPRISES LIMITEDABBREVIATED BALANCE SHEET AT JANUARY 31, 2000

	Notes	2000 £	1999 £
Fixed assets:			
Tangible assets	2	549,299	507,104
Current assets:			
Stocks		557,504	599,073
Debtors		307,947	377,522
Cash at bank and in hand		278,576	63,643
		1,144,027	1,040,238
Creditors: amounts falling due within one year	3	593,104	660,967
Net current assets		550,923	379,271
Total assets less current liabilities		1,100,222	886,375
Creditors: amounts falling due after more than one year	4	-	(225)
Provisions for liabilities and charges		(822)	(4,607)
		£1,099,400	£881,543
Capital and reserves:			
Called up share capital	5	175,000	175,000
Share premium		67,402	67,402
Capital redemption reserve		208,333	208,333
Profit and loss account		648,665	430,808
Equity shareholders' funds		£1,099,400	£881,543

The abbreviated balance sheet has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Board on June 21, 2000
and signed on its behalf by

C. Valentine

C M Valentine
Director

The notes on pages 3 to 5 form parts of these accounts

CARMAL ENTERPRISES LIMITEDNOTES TO THE ABBREVIATED ACCOUNTS AT JANUARY 31, 20001. Accounting policiesAccounting convention

The accounts are prepared under the historical cost convention and in accordance with applicable Accounting Standards.

Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Leasehold property	-	over the lease term
Furniture and office equipment	-	20% on a reducing balance basis
Motor vehicles	-	over 4 years
Computer equipment	-	over 3 years

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost includes all costs incurred in bringing each product to its present location and condition, as follows:

Raw materials and goods for resale	-	purchase cost on a first-in, first-out basis
Work in progress and finished goods	-	cost of direct materials and labour plus attributable overheads based on a normal level of activity

Net realisable value is based on estimated selling price less any further costs expected to be incurred to completion and disposal.

Deferred taxation

Deferred taxation is provided using the liability method on all timing differences which are expected to reverse in the future without being replaced, calculated at the rate at which it is anticipated the timing differences will reverse.

Foreign currencies

Transactions in foreign currencies during the year are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

Hire purchase commitments

Assets held under hire purchase agreements are capitalised in the balance sheet and are depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

NOTES TO THE ABBREVIATED ACCOUNTS AT JANUARY 31, 2000

(continued)

1. Accounting policies
(continued)

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

Pensions

The company contributes to the personal pension schemes of certain directors. Contributions are charged to the profit and loss account as they become payable in accordance with the agreement reached with each individual director.

2. Tangible fixed assets

	<i>Total</i> £
Cost:	
At February 1, 1999	962,024
Additions	98,911
Disposals	(8,053)

At January 31, 2000	1,052,882

Depreciation:	
At February 1, 1999	454,920
Provided during the year	53,866
Disposals	(5,203)

At January 31, 2000	503,583

Net book value:	
At January 31, 2000	£549,299
	=====
At February 1, 1999	£507,104
	=====

The net book value of motor vehicles above includes an amount of £Nil (1999 : £4,363) in respect of assets held under hire purchase agreements.

NOTES TO THE ABBREVIATED ACCOUNTS AT JANUARY 31, 2000

(continued)

3. Creditors: amounts falling due within one year

Included in creditors falling due within one year is a bank overdraft of £36,809 (1999 : £64,633) which is secured by a charge on the company's leasehold properties, a floating charge over the company's assets and a fixed charge over the company's book debts. Also included is the current portion of obligations under hire purchase agreements of £Nil (1999: £2,700).

4. Creditors: amounts falling due after more than one year

Included in creditors amounts falling due after more than one year are obligations under hire purchase contracts of £Nil (1999 : £225).

The hire purchase obligations are secured on the assets they are financing until fully paid.

5. Share capital

	<i>Authorised</i>		<i>Allotted, called up and fully paid</i>	
	2000	1999	2000	1999
	No.	No.	£	£
Equity shares:				
Ordinary shares of £1 each	175,000	175,000	175,000	175,000
	-----	-----	-----	-----
Equity shares	175,000	175,000	175,000	175,000
Non-equity shares:				
Redeemable preference shares of £1 each	175,000	175,000	-	-
'A' Ordinary shares of £1 each	33,333	33,333	-	-
	-----	-----	-----	-----
Non-equity shares	208,333	208,333	-	-
	-----	-----	-----	-----
	383,333	383,333	£175,000	£175,000
	=====	=====	=====	=====

6. Transactions with directors

Included within other debtors is an amount of £20,000 (1999 : £Nil) due from C M Valentine. This amount was repaid in full after the year end.