

Company No. 1152519

FRETFOIL LIMITED

ABBREVIATED ACCOUNTS

31ST MAY 1994

GOMPERTZ, KENDALL & CO.,  
Chartered Accountants,  
Tricorn House,  
51/53 Hagley Road,  
Edgbaston,  
BIRMINGHAM B16 8TP.



AUDITORS REPORT TO THE DIRECTORS OF FRETFOIL LIMITED PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985, AS AMENDED

We have examined the abbreviated financial statements set out on pages 2 to 5 together with the full financial statements of the company. The scope of our work for the purpose of this report was limited to confirming the opinion set out in the following paragraph.

In our opinion, the directors are entitled under Sections 246 and 247 of the Companies Act 1985, to the exemptions conferred by Section B of Part III of Schedule 8 to that Act in respect of the year ended 31st May, 1994 and the abbreviated financial statements have been properly prepared in accordance with that Schedule.

On the 24th February, 1995 we reported to the members on the full financial statements of the company prepared under Section 226 of the Companies Act 1985 for the period ended 31st May, 1994. Our report under Section 235 of the Companies Act 1985 was as follows:-

We have audited the financial statements on pages 3 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1 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

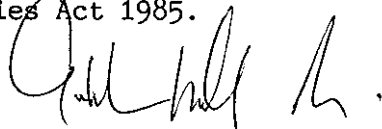
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of 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 the company's affairs at 31st May, 1994 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Tricorn House,  
51/53 Hagley Road,  
Edgbaston,  
Birmingham B16 8TP.

  
Gompertz, Kendall & Co.,  
Registered Auditors &  
Chartered Accountants  
24th February, 1995

FRETFOIL LIMITED

BALANCE SHEET AS AT 31ST MAY 1994

	NOTES	<u>1994</u>	<u>1993</u>
FIXED ASSETS			
Tangible Assets	2	339872	339672
CURRENT ASSETS			
Stock		57894	55137
Debtors		242606	268040
Cash at Bank and in Hand		<u>279743</u>	<u>265865</u>
		580243	589042
CREDITORS: Amounts falling due within one year		<u>418436</u>	<u>446349</u>
NET CURRENT ASSETS		<u>161807</u>	<u>142693</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		501679	482365
CREDITORS: Amounts falling due after more than one year		( 13022)	( 3750)
PROVISION FOR LIABILITIES AND CHARGES			
Deferred Taxation		( <u>25729</u> )	( <u>16539</u> )
NET ASSETS		<u>£462928</u>	<u>£462076</u>
CAPITAL AND RESERVES			
Share Capital	3	30010	30010
Profit and Loss Account		<u>432918</u>	<u>432066</u>
		<u>£462928</u>	<u>£462076</u>

In delivering these Accounts, the directors have relied upon the exemptions conferred by Part III of Schedule 8 to the Companies Act 1985 on the grounds that the Company is entitled to the benefit of those exemptions as a small company.

Signed on behalf of the board of directors

D.T. Garbett  
Director

These Accounts were approved by the board on 24th February, 1995

The notes on pages 3 to 4 form part of these accounts.

## FRETFOIL LIMITED

### NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MAY 1994

#### 1. ACCOUNTING POLICIES

The following accounting Policies have been used consistently in dealing with items which are considered material in relation to the company's accounts.

##### (a) Basis of Accounting

The Accounts have been prepared under the Historical Cost Convention.

##### (b) Depreciation

Depreciation is calculated so as to write off the cost of Tangible Fixed Assets over their estimated useful lives as follows:-

Fixtures, Fittings and Equipment	15% Reducing Balance
Motor Vehicles	25% Reducing Balance

Depreciation is not provided on the Freehold Buildings as in the opinion of the Directors, non-compliance with Statement of Standard Accounting Practice No. 12 in this respect does not materially affect the Company's Accounts.

##### (c) Deferred Taxation

Deferred Taxation is provided using the liability method in respect of the taxation effect of all timing differences other than those which are expected with reasonable probability to continue in the foreseeable future.

##### (d) Stock

Stock is valued at the lower of cost or net realisable value.

##### (e) Cash Flow Statement

The Company has taken advantage of the exemption in Financial Reporting Standard No. 1 from producing a Cash Flow Statement on the grounds that it is a small company.

##### (f) Turnover

Turnover represents amounts invoiced in respect of goods provided during the year, excluding Value Added Tax.

FRETFOIL LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MAY 1994

2. FIXED ASSETS

Tangible Assets

Cost

At 31st May 1993	469183
Additions	39956
Disposals	( 32138)
At 31st May 1994	<u>£477001</u>

Depreciation

At 31st May 1993	129511
Charge for the year	24556
Disposals	( 16938)
At 31st May 1994	<u>£137129</u>

Net Book Value

At 31st May 1994	<u>£339872</u>
At 31st May 1993	<u>£339672</u>

3. SHARE CAPITAL

Authorised

1994                      1993

30100 Ordinary Shares of £1 each

£ 30100                      £ 30100

Allotted, Called-Up and Fully Paid

30010 Ordinary Shares of £1 each

£ 30010                      £ 30010

FRETFOIL LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MAY 1994

	<u>1994</u>	<u>1993</u>
Turnover	1636089	1652895
Increase in Stock of Finished Goods	2757	5012
Raw Materials and Consumables	(1073503)	(1070746)
	(1112167)	(1107155)
<u>Gross Profit</u> for the year	565343	545740
Staff Costs	( 312694)	( 303675)
Directors Remuneration	( 49103)	( 50674)
Depreciation and other amounts written off Tangible Fixed Assets	( 27606)	( 32268)
Other Operating Costs	( 178215)	( 168825)
Other Operating Income - Bank Interest	15715	41838
Interest Payable - Hire Purchase Interest	( 2326)	( 6903)
Profit on Ordinary Activities before Taxation	11114	25233
Taxation including Deferred Taxation Adjustment	( 10262)	( 5831)
Profit after Taxation	£ <u>852</u>	£ <u>19402</u>
<u>Statement of Retained Earnings</u>		
Retained Profit brought forward	432066	412664
Retained Profit for the year	<u>852</u>	<u>19402</u>
Retained Profit carried forward	£ <u>432918</u>	£ <u>432066</u>

There were no recognised gains or losses other than the profit for the year.