

NORMAN KNIGHTS LIMITED

ABBREVIATED ACCOUNTS

**FOR THE YEAR ENDED
31 DECEMBER 2001**



NORMAN KNIGHTS LIMITED

INDEPENDENT AUDITORS' REPORT TO NORMAN KNIGHTS LIMITED **Under section 247B of the Companies Act 1985**

We have examined the abbreviated accounts of Norman Knights Limited for the year ended 31 December 2001 set out on pages 2 to 4, together with the financial statements of the company for the year ended 31 December 2001 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 and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF AUDIT 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 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 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 on pages 2 to 4 are properly prepared in accordance with those provisions.



Littlejohn Frazer

Chartered Accountants
Registered Auditors

1 Park Place
Canary Wharf
London
E14 4HJ

7 March 2002

NORMAN KNIGHTS LIMITED

ABBREVIATED BALANCE SHEET

As at 31 December 2001

	Note	2001 £	2000 £
FIXED ASSETS			
Tangible fixed assets	2	255,950	169,398
CURRENT ASSETS			
Stocks		157,434	166,373
Debtors		398,734	311,011
Cash at bank and in hand		34,701	44,228
		<u>590,869</u>	<u>521,612</u>
CREDITORS: amounts falling due within one year		<u>(369,170)</u>	<u>(204,453)</u>
NET CURRENT ASSETS		<u>221,699</u>	<u>317,159</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>477,649</u>	<u>486,557</u>
CREDITORS: amounts falling due after more than one year		<u>(27,969)</u>	<u>(52,336)</u>
NET ASSETS		<u>£ 449,680</u>	<u>£ 434,221</u>
CAPITAL AND RESERVES			
Called up share capital	3	2,000	2,000
Profit and loss account		447,680	432,221
SHAREHOLDERS' FUNDS - All Equity		<u>£ 449,680</u>	<u>£ 434,221</u>

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the board on 4 March 2002 and signed on its behalf.


N N Shah
 Director

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

NORMAN KNIGHTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

For the year ended 31 December 2001

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention.

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Short-term leasehold land and buildings	- over the lease term
Plant and equipment	- over 6-10 years
Motor vehicles	- 25% reducing balance basis
Leasehold Improvements	- over the remaining lease term
Office Equipment	- over 5 years

1.4 Leasing and hire purchase

Assets obtained under hire purchase contracts are capitalised in the Balance Sheet and are depreciated over their expected useful lives. The interest element of the rental obligation is charged to the profit and loss account over the period of the contract and represents a constant proportion of the balance of capital repayments outstanding.

1.5 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account as incurred.

1.6 Stocks

Stocks are valued at the lower of cost and net realisable value

Costs include costs incurred in bringing each product to its present location and condition and is calculated on the following basis

Raw materials	Purchase costs on a first-in, first-out basis
Work in progress and finished goods	Costs of direct materials and labour plus attributable overheads based on normal levels of activity.

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

1.7 Deferred taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

1.8 Pensions

The company operates a defined contribution pension scheme for its factory and office employees. The funds of the scheme are administered by the Trustees and are separate from the company. Contributions are paid by the Company and employees. The pension charge represents contributions payable by the Company for the year. The company's liability is limited to the amounts of the contributions.

NORMAN KNIGHTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS For the year ended 31 December 2001

2. TANGIBLE FIXED ASSETS

	£
Cost	
At 1 January 2001	524,121
Additions	125,471
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At 31 December 2001	649,592
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Depreciation	
At 1 January 2001	354,723
Charge for the year	38,919
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At 31 December 2001	393,642
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Net book value	
At 31 December 2001	£ 255,950
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At 31 December 2000	£ 169,398
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3. SHARE CAPITAL

	2001 £	2000 £
Authorised		
10,000 Ordinary shares of £1 each	£ 10,000	£ 10,000
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Allotted, called up and fully paid		
2,000 Ordinary shares of £1 each	£ 2,000	£ 2,000
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