

Registered in England No: 1212490

CIMAC MARTIAL ARTS WEAR LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED

31ST DECEMBER 1998

RAFTERY & Co
Chartered Accountants
Registered Auditor

Marlborough House
Warwick Road
Solihull
West Midlands B91 3DA

A Member of the UK 200 Group of Practising Chartered Accountants



CIMAC MARTIAL ARTS WEAR LIMITED

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31ST DECEMBER 1998

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CIMAC MARTIAL ARTS WEAR 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 of the Company 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 accounting records 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 Act 1985. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared taking advantage of the special provisions of Part VII of the Companies Act 1985 relating to small companies.

BY ORDER OF THE BOARD



.....
David K Mills - Secretary

AUDITORS' REPORT TO CIMAC MARTIAL ARTS WEAR LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out pages 3 to 6, together with the full financial statements of the Company prepared under Section 226 of the Companies Act 1985 for the year ended 31st December 1998.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS

The directors are responsible for preparing abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to the Company's entitlement to deliver financial statements prepared in accordance with Section 246(5) and (6) of the Companies Act 1985 and whether the abbreviated accounts have been properly prepared in accordance with provisions of small companies 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 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 the events after the date of our report on the full financial statements.

OPINION

In our opinion, the Company is entitled to deliver financial statements prepared in accordance with section 246(5) and (6) of the Companies Act 1985 and the abbreviated accounts on pages 3 to 6 have been prepared in accordance with those provisions for small companies.



RAFTERY & Co
Chartered Accountants
Registered Auditor
Marlborough House
Warwick Road
Solihull
West Midlands B91 3DA

4 February 1999

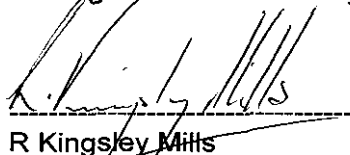
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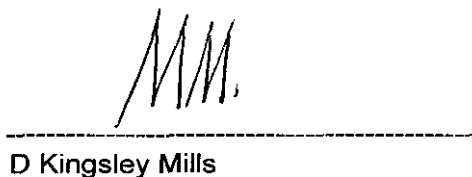
CIMAC MARTIAL ARTS WEAR LIMITED**BALANCE SHEET****AS AT 31ST DECEMBER 1998**

	Notes	1998 £	1997 £
FIXED ASSETS			
Intangible Assets	2	2,500	2,500
Tangible Fixed Assets	3	<u>32,255</u>	<u>25,200</u>
		34,755	27,700
CURRENT ASSETS			
Stocks		194,750	201,000
Debtors		64,091	63,837
Cash at bank and in hand		<u>112,157</u>	<u>117,211</u>
		370,998	382,048
Creditors: Amounts falling due within one year		<u>99,324</u>	<u>119,445</u>
NET CURRENT ASSETS		<u>271,674</u>	<u>262,603</u>
NET ASSETS		<u>£306,429</u>	<u>£290,303</u>
CAPITAL AND RESERVES			
Called up Share Capital	4	1,000	1,000
Profit and Loss Account		<u>305,429</u>	<u>289,303</u>
SHAREHOLDERS' FUNDS		<u>£306,429</u>	<u>£290,303</u>

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

The financial statements were approved by the board of directors on 20th January 1999 and signed on its behalf by:


R Kingsley Mills


D Kingsley Mills

The attached notes form part of these financial statements

CIMAC MARTIAL ARTS WEAR LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 1998

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 Financial Statements.

(a) Accounting Convention

The financial statements are 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 using the following methods and annual rates:

Fixtures and Fittings	:	Straight line 15%
Motor Vehicles	:	Reducing balance 25%
Computer	:	Straight line 33.33%

(c) Stock

Stocks have been valued at the lower of cost and net realisable value.

(d) Deferred Tax

Provision for deferred tax is made on all material timing differences to the extent that it is probable that a liability or asset will crystallise. Provision is made at the rate of tax estimated to be applicable when the timing difference is expected to reverse.

(e) Foreign Currency Translation

Stock purchased for foreign currency has been valued at the rate of exchange ruling at the time of settlement. Monetary assets denominated in foreign currencies are translated using the rate of exchange ruling at the Balance Sheet date and gains or losses on translations are included in the Profit and Loss Account.

(f) Cash Flow Statement

The company is exempted from the requirement to prepare a cash flow statement (in accordance with Financial Reporting Standard No. 1) on the basis of it being a "small company" as defined by Section 247 of the Companies Act 1985.

CIMAC MARTIAL ARTS WEAR LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST DECEMBER 1998

2. INTANGIBLE ASSETS

In 1993 the Company acquired from the Receivers the name and goodwill of the company known as Giko Cimac Limited at a cost of £2,500. It is not intended to provide for depreciation of this asset.

3. TANGIBLE FIXED ASSETS

Cost	Total £
At 1 January 1998	40,079
Additions during the year	36,828
Disposals during the year	(23,750)

At 31 December 1998	53,157
	=====
Accumulated Depreciation	
At 1 January 1998	14,879
Charge for the year	11,773
Eliminated on disposals	(5,750)

At 31 December 1998	20,902
	=====
Net Book Value	
At 31 December 1998	32,255
	=====
At 31 December 1997	25,200
	=====

CIMAC MARTIAL ARTS WEAR LIMITED

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NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST DECEMBER 1998

4. SHARE CAPITAL

	1998	1997
	£	£
Authorised:		
Ordinary Shares of £1 each	£1,000	£1,000
	=====	=====
Allotted, Called Up and Fully Paid:		
Ordinary Shares of £1 each	£1,000	£1,000
	=====	=====