

Forster & Hales Limited

ABBREVIATED ACCOUNTS

for the year ended

31 January 2003



**AUDITORS' REPORT TO FORSTER & HALES LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages 2 to 4, together with the financial statements of the company for the year ended 31 January 2003 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

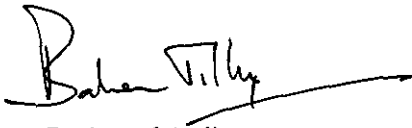
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (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 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.



Registered Auditor
Chartered Accountants
446 Midsummer Boulevard
Central Milton Keynes
Buckinghamshire
MK9 2EA

3rd SEPTEMBER 2003

Forster & Hales Limited
ABBREVIATED BALANCE SHEET
31 January 2003

	Notes	2003 £	2002 £
FIXED ASSETS			
Tangible assets	1	77,514	108,183
CURRENT ASSETS			
Stocks		104,425	122,611
Debtors		320,843	270,866
Cash at bank and in hand		480,149	535,843
		<u>905,417</u>	<u>929,320</u>
CREDITORS: Amounts falling due within one year		269,549	328,830
		<u>635,868</u>	<u>600,490</u>
NET CURRENT ASSETS			
		<u>713,382</u>	<u>708,673</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		-	(2,774)
		<u>713,382</u>	<u>705,899</u>
CAPITAL AND RESERVES			
Called up share capital	2	20,002	20,002
Profit and loss account		693,380	685,897
		<u>713,382</u>	<u>705,899</u>
SHAREHOLDERS' FUNDS			
		<u>713,382</u>	<u>705,899</u>

These abbreviated accounts have 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 20/4/03

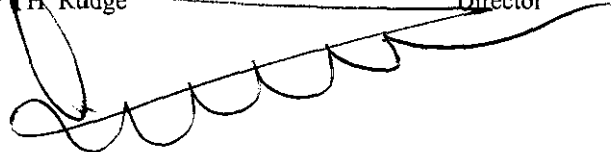
C M Dunn



Director

P H Rudge

Director



Forster & Hales Limited

ABBREVIATED ACCOUNTS

for the year ended 31 January 2003

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention.

TANGIBLE FIXED ASSETS

Fixed assets are stated at historical cost less depreciation.

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

Fixtures, fittings & equipment	15% straight line
Motor vehicles	25% straight line

STOCK AND WORK IN PROGRESS

Stock is valued at the lower of cost and net realisable value. Net realisable value is based upon estimated selling price less further costs expected to be incurred to completion and disposal. Provision is made for obsolete and slow-moving items.

DEFERRED TAXATION

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date.

Deferred tax is measured on a non discounted basis.

LEASED ASSETS

The annual rentals on 'operating leases' are charged to the profit and loss account on a straight line basis over the lease term.

PENSIONS CONTRIBUTIONS

The pension costs charged in the financial statements represent the contributions payable by the company during the year.

FOREIGN CURRENCY TRANSLATION

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the accounting date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

TURNOVER

Turnover represents the invoiced value, net of Value Added Tax, of goods sold and services provided to customers.

Forster & Hales Limited

NOTES TO THE ABBREVIATED ACCOUNTS

for the year ended 31 January 2003

1. FIXED ASSETS

	<i>Tangible assets</i> £
Cost	
1 February 2002	324,051
Additions	1,794
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31 January 2003	325,845
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Depreciation	
1 February 2002	215,868
Charge for the year	32,463
31 January 2003	248,331
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Net book value	
31 January 2003	77,514
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31 January 2002	108,183
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2. SHARE CAPITAL

	2003 £	2002 £
Authorised		
1,000,000 Ordinary shares of £ 1 each	1,000,000	1,000,000
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Allotted, issued and fully paid		
20,002 Ordinary shares of £ 1 each	20,002	20,002
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3. TRANSACTIONS WITH DIRECTORS

During the year P J H Rudge charged the company £11,500 in respect of professional services. At the end of the year £11,500 remained outstanding and is included in creditors due within one year.