Company No. 01990409

C.ATKINSON LIMITED

ACCOUNTS

FOR THE YEAR ENDED 31ST JULY 1996

C.ATKINSON LIMITED

REPORT OF THE DIRECTORS

FOR THE YEAR ENDED 31ST JULY 1996

The Directors present their report on the affairs of the Company together with the Accounts and Auditors' Report for the year ended 31st July 1996.

RESULTS AND DIVIDENDS:

The Retained Loss of the Company for the year was £ 10.077 (1995 - Profit £ 6,824).The Directors recommend that this be added to the retained earninge at the beginning of the year and that the balance of £ (978) be carried forward.

REVIEW OF THE BUSINESS:

The Companys' principal activity is that of picture framers and restorers.

DIRECTORS:

The Directors of the Company during the year and their beneficial intereste in the issued share capital of the Company at the beginning and the end of the year were as follows:

	Ordinary Shares of £1 each 1996	1995
P.Yearwood	1	1
P.H.Kelly	1	1

BY ORDER OF THE BOARD

(SIGNED)

SECRETARY

15.10.96.

C.ATKINSON LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST JULY 1996

	Notes	1996	1995
Turnover	2	66,237	86,416
Cost of Sales		(23,904)	(31,484)
Gross Profit		42,333	54,932
Administration Costs		(52,810)	(41,808)
		(10,477)	13,124
Other Income	3	400	400
Operating (Loss)/Profit before Taxation		(10,077)	13,524
Taxation	5	-	-
Operating (Loss)/Profit after Taxation		(10,077)	13,524
Dividend		-	(6,700)
Retained (Loss)/Profit for the year		(10,077)	6,824

STATEMENT OF RETAINED EARNINGS

	1996	1995
Balance as at 1st August 1995	9,099	2,275
Retained (Loss)/Profit for the year	(10,077)	6,824
Balance as at 31st July 1996	(978)	9,099

The notes on pages 4 to 7 form part of these accounts.

C.ATKINSON LIMITED

BALANCE SHEET AS AT 31ST JULY 1996

	Notes	1996		1995	
FIXED ASSETS					
Tangible Assets	6		21.696		22.076
CURRENT ASSETS					
Stock	7	16.680		17.460	
Debtors	8	9.877		20.566	
Cash at Bank		-		300	
		26.557		38.326	
CREDITORS:Amounts falling due within one year	9	(38.229)		(40.001)	
NET CURRENT LIABILITIES			(11.672)		(1.675)
			10.024		20.401
CREDITORS:Amounts falling after more than one year	10		(11.000)		(11.000)
			(976)		9.401
CAPITAL RESERVES					
Share Capital	11		2		2
Retained Earnings			(978)		9.099
			(976)		9.101

For the year to 31st July 1996 the Company was entitled to the exemption confirmed by subsection (1) of Section 249A of the Companies Act 1985. No notice has been deposited under subsection (2) of Section 249B in relation to the Companys' Accounts for the year to 31st July 1996. The Directors acknowledge their responsibilities for ensuring that the Company keeps proper accounting records which comply with Section 221 of the Companies Act 1985 and preparing accounts which give a true and fair view of the state of affairs of the Company as at the end of the financial year and of its Profit or Loss for the financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the Company.

C.ATKINSON LIMITED

BALANCE SHEET AS AT 31ST JULY 1996

In preparing these financial statements, the directors have taken advantage of special exemptions applicable to small companies conferred by part 1 of Schedule 8 to the Companies Act 1985. The directors have done so on the grounds that in their opinion the company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

The Financial Statements were approved by the Board of Directors on 15.10.96.

(SIGNED) D. L. Greenwood

DIRECTOR

C.ATKINSON LIMITED

NOTES TO THE ACCOUNTS

AT 31ST JULY 1996

1 ACCOUNTING POLICIES

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

The principal accounting policies are:-

a. Fixed Assets

Depreciation is provided to write off the cost of the fixed assets over their estimated useful lives on a reducing balance basis at the following rates:-

Equipment, Fixtures and Fittings 15%

b. Debtors

Debtors are stated net of provision for bad or doubtful debts.

c. Stock

Stock is stated net of the lower of cost or net realisable value.

d. Turnover

Sales are stated net of credits. allowances. trade discounts and VAT and arose entirely in the United Kingdom.

2. TURNOVER

The turnover and profit before taxation is attibutable to the Company's principal activity, namely Picture Framers and Restorers.

3. OTHER INCOME

	1996	1995
	£	£
Rent Received	400	400

C.ATKINSON LIMITED

NOTES TO THE ACCOUNTS

AT 31ST JULY 1996

	1996	1995
4. OPERATING PROFIT		
The Operating Profit is stated after charging:		
Directors Remuneration	16,148	9,305
Depreciation	380	543

	1996	1995
5. STAFF COSTS		
Salaries and Wages	9,488	7,537
Social Security Costs	281	157
	9,768	7,694

C.ATKINSON LIMITED

NOTES TO THE ACCOUNTS

AT 31ST JULY 1996

6. FIXED ASSETS

	Equipment Fixtures/ Fittings	Premises	Total
COST			
As at 1st August 1995	11.332	19.000	30,332
As at 31st July 1996	11,332	19.000	30.332
DEPRECIATION			
As at 1st August 1995	8.256	-	8.256
Charge for Year	380	-	380
As at 31st July 1996	8,636	0	8.636
NET BOOK VALUE			
As at 31st July 1996	2.696	19.000	21.696
As at 1st August 1995	3.076	19.000	22.076

C.ATKINSON LIMITED

NOTES TO THE ACCOUNTS

AT 31ST JULY 1996

7. STOCK

	1996	1995
Raw Materials	10.893	11.274
Work in Progress	2,897	3,219
Finished Goods	2.890	2.967
	16.680	17.460

8. DEBTORS

	1996	1995
Trade Debtors	9.074	19,830
Other Debtors and Prepayments	803	736
	9,877	20.566

9. CREDITORS

Amounts falling due within one year

	1996	1995
Bank Overdraft	8.554	3,423
Bank Loan	9,130	10,289
Mortgage	-	1,208
Loans	5,539	6,330
Into Business Loan	-	772
Trade Creditors	8,773	10.544
Other Taxes and SSC	5,243	6.124
Directors Loan Accounts	30	114
Accruals	960	1.197
	38.229	40.001

10. CREDITORS

Amounts falling due after more than one year

	1996	1995
Loans	11.000	11.000

11. SHARE CAPITAL

	1996	1995
Authorised	100	100
Allotted, Issued and Fully Paid	2	2

C.ATKINSON LIMITED

TRADING AND PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST JULY 1996

	1996		1995	
Sales		66,237		86,416
Cost of Sales:				
Opening Stock	17,460		15,245	
Purchases	23,124		33,699	
Closing Stock	(16,680)		(17,460)	
		(23,904)		(31,484)
Gross Profit		42,333		54,932
Sundry Income		400		400
		42,733		55,332
OVERHEADS:				
Salaries	9,768		7,694	
Rent and Rates	1,766		1,612	
Heat and Light	1,651		1,678	
Telephone	748		605	
Postage, Stationery and Advertising	1,908		1,814	
Repairs	936		376	
Motor Expenses	9,203		9,128	
Lease of Van	2,313		-	
Insurance	1,714		1,636	
Loan Interest	1,276		1,170	
Bank Charges and Interest	2,320		964	
Natwest Streamline	146		-	
Directors Remuneration	16,148		9,305	
Accountancy Fees	800		1,100	
Legal and Professional Fees	300		2,510	
Sundry Expenses	587		754	
Depreciation	380		543	
Directors Pension	400		600	
Bad Debts	436		319	
		(52,810)		(41,808)
NET LOSS/PROFIT FOR THE YEAR		(10,077)		13,524