

2178350

IDEAL INTERIORS SOUTHERN LIMITED

Annual Reports and Financial Statements

for the year ended 31st December 1995

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IDEAL INTERIORS SOUTHERN LIMITED

Directors' Report

The Directors present their annual report and financial statements for the year ended 31st December 1995.

Principal Activities

The principal activity of the Company throughout the year was that of Contract Furnishers.

Directors

The Directors in office in the year and their beneficial interests in the Company's issued ordinary share capital were as follows:-

	<u>31.12.1995</u>	<u>31.12.1994</u>
A.J. Eales	6,000	6,000
P.A. Eales	4,000	4,000

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:-

- i) Select suitable accounting policies and then apply them consistently.
- ii) Make judgements and estimates that are reasonable and prudent.
- iii) Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

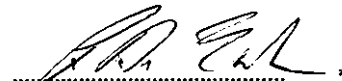
The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

The auditors, Porter Garland, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

In preparing the above report, the Directors have taken advantage of special exemptions applicable to small companies.

Signed on behalf of
the Board of Directors



P.A. Eales
Secretary

Approved by the Board on  1996

Registered Office:-

Portland House,
Park Street,
Bagshot,
Surrey.

Company Number - 2178350

IDEAL INTERIORS SOUTHERN LIMITED

Auditors' Report

TO THE MEMBERS OF IDEAL INTERIORS SOUTHERN LIMITED

We have audited the financial statements on pages 3 to 7 which have been prepared under the historical cost convention.

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 the 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 misstatements, 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 as at 31st December 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


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Porter Garland

Chartered Accountants
Registered Auditor

15th May 1996
.....

Portland House
Park Street
Bagshot
Surrey

IDEAL INTERIORS SOUTHERN LIMITED

Profit and Loss Account

for the year ended 31st December 1995

	<u>Note</u>	<u>1995</u>	<u>1994</u>
Turnover		825,559	1,184,450
Cost of Sales		636,219	1,001,579
		-----	-----
<u>Gross Profit</u>		189,340	182,871
Administration Costs		170,568	217,819
		-----	-----
<u>Operating Profit/(Loss)</u>	1	18,772	(34,948)
Interest Payable	2	(1,818)	(851)
Interest Receivable		196	1,237
		-----	-----
<u>Profit/(Loss) on Ordinary Activities before Taxation</u>		17,150	(34,562)
Taxation	3	(2,415)	-
		-----	-----
<u>Retained Profit/(Loss) for the Financial Year</u>		19,565	(34,562)
Capitalised		-	(9,000)
<u>Retained Profit at 1st January 1995</u>		56,246	99,808
		-----	-----
<u>Retained Profit at 31st December 1995</u>		£ 75,811	£ 56,246
		=====	=====

Continuing Operations

None of the Company's activities were acquired or discontinued during the above two financial years.

Total Recognised Gains and Losses

The Company has no recognised gains or losses other than the profit or loss for the above two financial years.

Shareholders' Funds

There were no movements other than those shown in the above profit and loss account.

The notes on pages 6 and 7 form part of these financial statements.


IDEAL INTERIORS SOUTHERN LIMITED

Balance Sheet: 31st December 1995

<u>Fixed Assets</u>	<u>Note</u>	<u>1995</u>	<u>1994</u>
Tangible Assets	4	30,583	44,262
<u>Current Assets</u>			
Stocks	5	19,226	26,495
Debtors	6	254,541	264,809
Cash at Bank and in Hand		44,437	112,860
		-----	-----
		318,204	404,164
<u>Creditors: Amounts Falling Due Within One Year</u>	7	262,108	376,541
		-----	-----
		56,096	27,623
		-----	-----
<u>Total Assets less Current Liabilities</u>		86,679	71,885
		-----	-----
<u>Creditors: Amounts Falling Due After More Than One Year</u>	7	868	5,639
		-----	-----
		£85,811	£66,246
		=====	=====
<u>Capital and Reserves</u>			
Called Up Share Capital	8	10,000	10,000
Profit and Loss Account		75,811	56,246
		-----	-----
		£85,811	£66,246
		=====	=====

The Directors have taken advantage of special exemptions conferred by Schedule 8 to the Companies Act 1985 applicable to small companies in the preparation of the financial statements and have done so on the grounds that, in their opinion, the Company is entitled to those exemptions.

Signed on behalf of
the Board of Directors


.....
A.J. Eales
Director

Approved by the Board on 1996

The notes on pages 6 and 7 form part of these financial statements.

IDEAL INTERIORS SOUTHERN LIMITED

Accounting Policies

for the year ended 31st December 1995

a) **Basis of Accounting**

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

b) **Cash Flow Statement**

The financial statements do not include a cash flow statement as the company, as a small reporting entity, is exempt from the requirement to prepare such a statement.

c) **Turnover**

Turnover represents net invoiced sales of goods, excluding VAT.

d) **Tangible Fixed Assets**

Depreciation is provided, after taking account of any grants receivable, at the following annual rates in order to write off each asset over its estimated useful life:-

Plant and Equipment	15% on cost
Motor Vehicles	25% on cost
Office Equipment	15% on cost

e) **Stocks**

Stocks and work in progress are valued by the Directors at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

f) **Deferred Taxation**

Provision is made at current rates for taxation deferred in respect of all material timing differences only to the extent that, in the opinion of the Directors, there is a reasonable probability that a liability will not arise in the foreseeable future. No provision is required at 31st December 1995.

g) **Operating Leases**

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

h) **Leasing and Hire Purchase**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

i) **Pension Costs**

Contributions in respect of the Company's defined contribution pension scheme are charged to the profit and loss account for the year in which they are payable to the scheme.

IDEAL INTERIORS SOUTHERN LIMITED

Notes to the Financial Statements

for the year ended 31st December 1995

1. Operating Profit/(Loss)	1995	1994
- is stated after charging:-		
Depreciation - Owned Assets	14,570	15,501
- Assets Under Finance Leases	981	4,714
Auditors' Remuneration	1,750	1,350
Directors' Emoluments	26,778	41,891
Profit on Disposal of Assets	(1,291)	(1,597)

2. **Interest Charged**

Included in interest payable is interest on finance leases and hire purchase contracts of £1,777 (1994: £822).

3. **Taxation**

UK Corporation Tax (at 25% on taxable profit for the year).	5,670	-
Prior Years Adjustments	(8,085)	-
	<u>£(2,415)</u>	<u>£ -</u>

4. **Tangible Fixed Assets**

	Plant & Equipment	Motor Vehicles	Office Equipment	Total
Cost				
At 1.1.1995	511	88,972	30,795	120,278
Additions	-	11,781	-	11,781
Disposals	(511)	(11,061)	-	(11,572)
At 31.12.1995	£ -	89,692	30,795	120,487
Depreciation				
At 1.1.1995	509	52,248	23,259	76,016
Charge for Year	2	11,106	4,443	15,551
On Disposals	(511)	(1,152)	-	(1,663)
At 31.12.1995	£ -	62,202	27,702	89,904
Net Book Value				
At 31.12.1995	£ -	27,490	3,093	30,583
At 31.12.1994	£ 2	36,724	7,536	44,262

Assets held under finance leases/hire purchases contracts have been integrated above with owned fixed assets and the net amount which is included under Motor Vehicles is £10,799 (1994 £33,347).

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IDEAL INTERIORS SOUTHERN LIMITED

Notes to the Financial Statements

for the year ended 31st December 1995

6. Debtors	1995	1994
Trade Debtors	242,622	260,049
Advanced Corporation Tax Recoverable	8,166	-
Corporation Tax Recoverable	-	465
Sundry Debtors and Prepayments	3,753	4,295
	<u>£254,541</u>	<u>£264,809</u>

Of this amount £3,630 of recoverable ACT is recoverable after more than one year.

7. Creditors: Amounts Falling Due Within One Year

Trade Creditors	195,800	294,082
Other Creditors and Accruals	3,742	12,555
Other Taxes	53,496	59,646
Hire Purchase	3,400	10,258
Corporation Tax Payable	5,670	-
	<u>£262,108</u>	<u>£376,541</u>

Creditors: Amounts Falling Due After More Than One Year

Directors' Loan Account	868	287
Hire Purchase - Repayable within five years	-	5,352
	<u>£ 868</u>	<u>£ 5,639</u>

8. Shared Capital

Authorised, Issue and Fully Paid 10,000 Ordinary Shares of £1 each	<u>£ 10,000</u>	<u>£ 10,000</u>
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9. Capital Commitments and Contingent Liabilities

There were no capital commitments or contingent liabilities at 31st December 1995 or 1994.

10. Pension Commitments

The company operates a defined contribution pension scheme on behalf of its directors. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions are paid based upon the recommendations of a qualified actuary. The annual commitment under this scheme is for contributions of £7,213 (1994 £7,158).