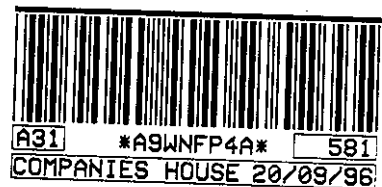


Abbreviated Financial Statements
for the Year Ended 31 March 1996
for
Derby Stationery Store Limited



Derby Stationery Store Limited

Company Information
for the Year Ended 31 March 1996

DIRECTORS:

I H Thomson
Mrs J Thomson
Mrs K T Henson
A J Noble

SECRETARY:

Mrs J Thomson

REGISTERED OFFICE:

Kingsway Park Close
Kingsway Industrial Park
Derby
DE22 3FT

REGISTERED NUMBER: 2566762

AUDITORS:

Bates Weston
Chartered Accountants
Registered Auditors
The Mills
Canal Street
Derby
DE1 2RJ

Derby Stationery Store Limited

Report of the Auditors to
Derby Stationery Store Limited

Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985

We have examined the abbreviated financial statements on pages four to six together with the full financial statements of Derby Stationery Store Limited prepared under Section 226 of the Companies Act 1985 for the year ended 31 March 1996.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page four and whether the abbreviated financial statements have been properly prepared in accordance with that Schedule.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated financial statements 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 events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled under Sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31 March 1996, and the abbreviated financial statements on pages four to six have been properly prepared in accordance with that Schedule.

Other information

On 5 September 1996 we reported, as auditors of Derby Stationery Store Limited, to the shareholders on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 March 1996, and our audit report was as follows:

"We have audited the financial statements on pages four to ten which have been prepared under the historical cost convention and the accounting policies set out on page six.

Respective responsibilities of directors and auditors

As described on page two 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 judgments 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 misstatement, 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.

Derby Stationery Store Limited

Report of the Auditors to

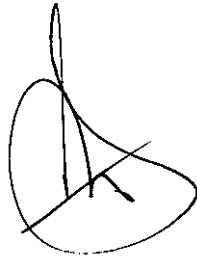
Derby Stationery Store Limited

Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 1996 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies."

Bates Weston
Chartered Accountants
Registered Auditors
The Mills
Canal Street
Derby
DE1 2RJ



Dated: 10 September 1996

Derby Stationery Store Limited

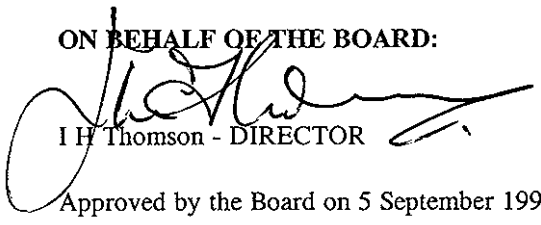
Abbreviated Balance Sheet
31 March 1996

		1996		1995	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		98,272		45,510
Investments	3		2,658		-
			<u>100,930</u>		<u>45,510</u>
CURRENT ASSETS:					
Stocks		44,282		68,511	
Debtors		480,049		316,795	
Cash at bank		270,798		246,779	
		<u>795,129</u>		<u>632,085</u>	
CREDITORS: Amounts falling due within one year					
		<u>435,221</u>		<u>304,196</u>	
NET CURRENT ASSETS:			<u>359,908</u>		<u>327,889</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>£460,838</u>		<u>£373,399</u>
CAPITAL AND RESERVES:					
Called up share capital	4		10,000		10,000
Profit and loss account			450,838		363,399
			<u>£460,838</u>		<u>£373,399</u>
Shareholders' funds			<u>£460,838</u>		<u>£373,399</u>

Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the grounds that, in the opinion of the directors, the company is entitled to the benefit of those exemptions as a small company.

In preparing the full financial statements, the directors have taken advantage of special exemptions applicable to small companies conferred by Part I 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.

ON BEHALF OF THE BOARD:


I H Thomson - DIRECTOR

Approved by the Board on 5 September 1996

The notes form part of these financial statements

Derby Stationery Store Limited

Notes to the Abbreviated Financial Statements
for the Year Ended 31 March 1996

1. **ACCOUNTING POLICIES**

Accounting convention

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

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Motor vehicles	- 20% on reducing balance
Computer equipment	- 25% on reducing balance

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Pensions

The company operates a defined contribution pension scheme. Contributions paid in the year are charged to the profit and loss account.

2. **TANGIBLE FIXED ASSETS**

	Total
	£
COST:	
At 1 April 1995	66,408
Additions	95,611
Disposals	(29,796)
	<hr/>
At 31 March 1996	132,223
	<hr/>
DEPRECIATION:	
At 1 April 1995	20,898
Charge for year	24,777
Eliminated on disposals	(11,724)
	<hr/>
At 31 March 1996	33,951
	<hr/>
NET BOOK VALUE:	
At 31 March 1996	98,272
	<hr/>
At 31 March 1995	45,510
	<hr/>

Derby Stationery Store Limited

Notes to the Abbreviated Financial Statements
for the Year Ended 31 March 1996

3. **FIXED ASSET INVESTMENTS**

	£
COST:	
Additions	2,658
	<hr/>
At 31 March 1996	2,658
	<hr/>
NET BOOK VALUE:	
At 31 March 1996	£2,658
	<hr/>

4. **CALLED UP SHARE CAPITAL**

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	1996 £	1995 £
10,000	Ordinary Shares	£1	10,000	10,000
			<hr/>	<hr/>

5. **TRANSACTIONS WITH DIRECTORS**

During the year the company traded with and a loan account with Nemult Ltd, a company in which Mr and Mrs Thomson are materially interested as directors and shareholders. In the year to 31 March 1996 the company made sales of £159,217 and had a sales ledger balance of £33,888. In the year to 31 March 1996 the company paid management charges of £100,000. As at 31 March 1996 the company had a loan account due from Nemult Ltd of £40,000.