



**CENTRO SERVICES LIMITED**

**DIRECTORS' EXPLANATORY WORDS ON ABBREVIATED ACCOUNTS**

The following reproduces the text of the audit exemption report prepared for the purposes of Section 249A(2) of the Companies Act 1985 in respect of the company's annual accounts, from which the abbreviated accounts, set out on pages 4 to 6, have been prepared.

**ACCOUNTANTS' REPORT TO THE SHAREHOLDERS ON THE UNAUDITED ACCOUNTS OF CENTRO SERVICES LIMITED**

We report on the accounts for the year ended 31st December 1995 set out on pages 3 to 7.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING ACCOUNTANTS**

As described on page 4, the company's directors are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

**BASIS OF OPINION**

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

**OPINION**

In our opinion:

- a) the accounts are in agreement with those accounting records kept by the company under section 221 of the Companies Act 1985;
- b) having regard only to, and on the basis of, the information contained in those accounting records:
  - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
  - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act, and did not at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).

A handwritten signature in cursive script, appearing to read 'Brooks &amp; Co', is written over a dotted line.

**Brooks & Co**  
Chartered Accountants

Suite 3PM, Mid-Day Court,  
20-24 Brighton Road,  
Sutton, Surrey, SM2 5BN

Date: 30th October 1996

**CENTRO SERVICES LIMITED****BALANCE SHEET AT 31ST DECEMBER 1995**

	Notes	<u>1995</u> £	<u>1994</u> £
<b>FIXED ASSETS</b>			
Tangible Assets	2	3040	3874
<b>CURRENT ASSETS</b>			
Work-in-Progress		12957	-
Debtors	3	23902	1617
Cash at Bank		782	-
		<u>37641</u>	<u>1617</u>
<b>CREDITORS</b>			
Amounts falling due within one year	4	(65371)	(32166)
<b>NET CURRENT (LIABILITIES)</b>		<u>(27730)</u>	<u>(30549)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>(24690)</u>	<u>(26675)</u>
<b>CAPITAL AND RESERVES</b>			
Authorised Ordinary Shares of £1 each		1000	1000
Allotted, Called Up and Fully-paid Share Capital		100	100
Profit and Loss Account		(24790)	(26775)
Shareholders' Funds		<u>(24690)</u>	<u>(26675)</u>

We have taken advantage of the exemption from audit conferred by Section 249A(2) of the Companies Act 1985 for the year ended 31st December 1995 as no members have requested an audit pursuant to Section 249B(2) for that year on the grounds that the company satisfied the conditions specified by the Act. We are responsible for keeping the company's accounting records in accordance with Section 221 of the Act and for preparing the accounts which give a true and fair view of the state of the company's affairs as at the end of the financial year and of its profit or loss for the financial year under Section 226, and otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as is applicable to the company. We have also taken advantage of the special exemptions in the preparation of the accounts conferred by Part I of Schedule 8 to the Companies Act 1985 on the grounds that the company qualifies as a small company under sections 246 and 247. On the same grounds, advantage has been taken, in delivering abbreviated accounts, of the exemptions conferred by Part III Section A of Schedule 8 to the Companies Act 1985.

Signed on behalf of the Board

  
 R P Harwood - Director

Date: 30th October 1996

## CENTRO SERVICES LIMITED

NOTES TO THE ACCOUNTS  
YEAR ENDED 31ST DECEMBER 1995

## 1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material to the company's affairs.

- a) Accounting convention  
The accounts are prepared under the historical cost convention.
- b) Depreciation  
Tangible fixed assets are written off over their estimated useful lives as follows:  
  

Plant and machinery, etc	25% - 100% p.a. on cost
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- c) Deferred taxation  
Provision is made for deferred tax using the liability method to the extent that it is probable that a liability will crystallise.
- d) Leased Assets  
Tangible fixed assets held under finance leases and hire purchase contracts are recorded in the balance sheet at cost less depreciation. The finance charges are allocated to the profit and loss account on a straight-line basis over the term of each lease.
- e) Turnover  
Turnover represents the total value of sales invoiced.

## 2. TANGIBLE FIXED ASSETS

	Plant & Machinery etc
COST	£
At 01.01.95	10897
Additions	3293
At 31.12.1995	14190
DEPRECIATION	
Balance brought forward	7023
Charge for the year	4127
At 31.12.1995	11150
NET BOOK VALUE	
At 31.12.1995	3040
At 31.12.94	3874

**CENTRO SERVICES LIMITED****NOTES TO THE ACCOUNTS (Cont'd)  
YEAR ENDED 31ST DECEMBER 1995**

<b>3. DEBTORS</b>	<u>1995</u>	<u>1994</u>
	£	£
Sundry Debtors	-	1617
Amounts owed by related parties	23500	-
Prepayments	402	-
	<u>23902</u>	<u>1617</u>
<b>4. CREDITORS</b>		
	Amounts falling due within one year	
	<u>1995</u>	<u>1994</u>
	£	£
Bank Overdraft	-	2260
Taxation and Social Security	5081	5599
Other Creditors	19419	10578
Amounts owed to related parties	40071	-
Accruals	800	13729
	<u>65371</u>	<u>32166</u>

**5. TRANSACTIONS WITH DIRECTORS AND RELATED PARTIES**

During the year the company entered into transactions with Centro Property Services Limited and Core Property PLC, companies of which Mr R P Harwood and Mrs D E Walker are both directors and shareholders. Management fees of £35,000 were payable to these related parties under the normal commercial terms.

The amounts owed by and to these related parties at the year end are disclosed in Notes 3 and 4.