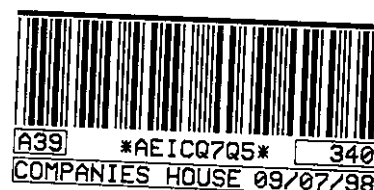


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NIAGARA PRODUCTS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31 JANUARY 1998
COMPANY NUMBER: 2857522



**PANNELL
KERR
FORSTER**
CHARTERED ACCOUNTANTS

NIAGARA PRODUCTS LIMITED

ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 JANUARY 1998

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NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

We have examined the abbreviated financial statements on pages 2 to 4 together with the financial statements of the company for the year ended 31 January 1998 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of the director and auditors

The directors are responsible for preparing the abbreviated financial statements 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 financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar and whether the abbreviated financial statements 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 financial statements and that the abbreviated financial statements 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 financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and the abbreviated financial statements on pages 2 to 4 are properly prepared in accordance with those provisions.

Pannell Kerr Forster

30 JUNE 1998
WORCESTER

PANNELL KERR FORSTER
CHARTERED ACCOUNTANTS
REGISTERED AUDITORS

NIAGARA PRODUCTS LIMITED

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ABBREVIATED BALANCE SHEET

31 JANUARY 1998

	<u>Notes</u>	<u>1998</u>	<u>1997</u>
		£	£
FIXED ASSETS			
Intangible assets	2	2,334	2,734
Tangible assets	3	980	1,172
		<u>3,314</u>	<u>3,906</u>
CURRENT ASSETS			
Stocks		3,633	2,569
Debtors - amounts falling due within one year		4,318	1,914
		<u>7,951</u>	<u>4,483</u>
CURRENT LIABILITIES			
Creditors - amounts falling due within one year		9,896	7,891
NET CURRENT LIABILITIES		<u>1,945</u>	<u>3,408</u>
NET ASSETS		<u>1,369</u>	<u>498</u>
CAPITAL AND RESERVES			
Called-up share capital	4	100	100
Profit and loss account		1,269	398
SHAREHOLDERS' FUNDS		<u>1,369</u>	<u>498</u>

We have relied on section 246 and section 247 of the Companies Act 1985 as entitling us to deliver abbreviated financial statements on the grounds that the company is entitled to benefit from the exemptions conferred by Part III, Section A of Schedule 8 to the Companies Act 1985 as a small company.

The financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the board of directors on 23 June 1998.

MRS J M EAVES

Director

The notes on pages 3 and 4 form part of these abbreviated financial statements.

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 JANUARY 1998

1. ACCOUNTING POLICIES

The principal accounting policies of the company are as follows:

a) Basis of accounting

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

b) Intangible fixed assets

Intangible fixed assets are amortised by equal annual instalments over their estimated useful lives of ten years.

c) Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation.

Depreciation is provided to write off the cost of tangible fixed assets over their estimated useful lives of five to ten years, using the straight line method.

d) Stocks

Stocks are stated at the lower of first-in, first-out cost and net realisable value on an item-by-item basis. Cost includes all direct costs incurred in bringing the stocks to their state and location at the year-end.

2. INTANGIBLE FIXED ASSETS

The movement on these accounts during the year was as follows:

	1998
	£
COST	
Beginning and end of year	4,000
AMOUNTS WRITTEN OFF	
Beginning of year	1,266
Written off	400
End of year	1,666
NET BOOK VALUE	
End of year	2,334
Beginning of year	2,734

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 JANUARY 1998

3. TANGIBLE FIXED ASSETS

The movement on these accounts during the year was as follows:

	<u>1998</u>
	<u>£</u>
COST	
Beginning and end of year	1,793
	<u> </u>
ACCUMULATED DEPRECIATION	
Beginning of year	621
Charge	192
	<u> </u>
End of year	813
	<u> </u>
NET BOOK VALUE	
End of year	980
	<u> </u>
Beginning of year	1,172
	<u> </u>

4. SHARE CAPITAL

Share capital comprised:

	<u>Ordinary shares</u>
	<u>of £1 each</u>
Authorised	1,000
	<u> </u>
Allotted, called-up and fully-paid	100
	<u> </u>