

Abbreviated Financial Statements
for the Period
6 October 1994 to 31 March 1996
for
QVS Electrical Wholesale Limited



QVS Electrical Wholesale Limited

Company Information
for the Period 6 October 1994 to 31 March 1996

DIRECTORS: Mrs C Pacifico
M Duggan

SECRETARY: Wrights Secretaries Limited

REGISTERED OFFICE: 8 Lincolns Inn Fields
London
WC2A 3BP

REGISTERED NUMBER: 02975861 (England and Wales)

AUDITORS: Fitzgerald & Law
Registered Auditors and
Chartered Accountants
8 Lincolns Inn Fields
LONDON
WC2A 3BP

QVS Electrical Wholesale Limited

Report of the Directors for the Period 6 October 1994 to 31 March 1996

The directors present their report with the financial statements of the company for the period 6 October 1994 to 31 March 1996.

INCORPORATION

The company was incorporated on 6 October 1994 and commenced trading on 21 November 1994. The company passed a special resolution on 21 October 1994 changing its name from Latchmoor Limited to QVS Electrical Wholesale Limited .

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of electrical goods wholesalers and retailers.

REVIEW OF BUSINESS

The results for the period and financial position of the company are as shown in the annexed financial statements.

The company incurred significant expenses associated with the setting up of the business and the creation of its branch network. In the initial months of trading the company also suffered a relatively low level of turnover whilst attempting to establish itself in the marketplace. These factors were fully anticipated by the directors in their plans for the company's development. In the later part of the period the company increased its trading activities and turnover which resulted in profitability.

FUTURE DEVELOPMENTS

Since the period end the company has traded successfully and has continued to make profits. The directors consider that it shall continue to do so and have made plans to increase the number of branches in order to further this aim.

DIRECTORS

The directors during the period under review were:

Mrs C Pacifico	- appointed 7.10.94
M Duggan	- appointed 7.10.94
JPCORD Limited	- appointed 6.10.94
	- resigned 7.10.94

The beneficial interests of the directors holding office on 31 March 1996 in the issued share capital of the company were as follows:

	31.3.96	at date of appointment
Ordinary shares £1 shares		
Mrs C Pacifico	185	1
M Duggan	100	-

QVS Electrical Wholesale Limited

Report of the Directors
for the Period 6 October 1994 to 31 March 1996

STATEMENT OF DIRECTORS' RESPONSIBILITIES

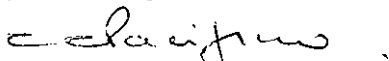
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- 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.

In preparing this report, the directors have taken advantage of special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

ON BEHALF OF THE BOARD:



Mrs C Pacifico - DIRECTOR

Dated: 5 July 1996

QVS Electrical Wholesale Limited

**Report of the Auditors to
QVS Electrical Wholesale Limited
Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985**

We have examined the abbreviated financial statements on pages six to eight together with the full financial statements of QVS Electrical Wholesale Limited prepared under Section 226 of the Companies Act 1985 for the period 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 six 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 period ended 31 March 1996, and the abbreviated financial statements on pages six to eight have been properly prepared in accordance with that Schedule.

Other information

On 5 July 1996 we reported, as auditors of QVS Electrical Wholesale Limited, to the shareholders on the financial statements prepared under Section 226 of the Companies Act 1985 for the period ended 31 March 1996, and our audit report was as follows:

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

Respective responsibilities of directors and auditors

As described on page three 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.

QVS Electrical Wholesale Limited

Report of the Auditors to
QVS Electrical Wholesale Limited
Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985

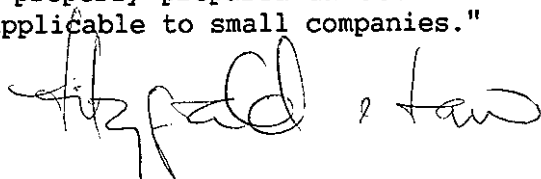
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Going concern

In forming our opinion, we have considered the adequacy of the disclosures made in the financial statements concerning the basis of preparation of the accounts. In view of the significance of this matter, we consider that it should be drawn to your attention. Our opinion is not qualified in this respect.

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 loss for the period then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies."

A handwritten signature in dark ink, appearing to read 'Fitzgerald & Law', is written over the printed name of the firm.

Fitzgerald & Law
Registered Auditors and
Chartered Accountants
8 Lincolns Inn Fields
LONDON
WC2A 3BP

Dated: 5 July 1996

QVS Electrical Wholesale Limited

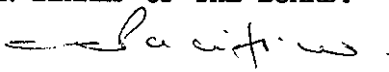
Abbreviated Balance Sheet
31 March 1996

	Notes	£	£
FIXED ASSETS:			
Tangible assets	2		41,398
CURRENT ASSETS:			
Stocks		115,929	
Debtors		19,676	
Cash at bank and in hand		16,064	
		<u>151,669</u>	
CREDITORS: Amounts falling due within one year		<u>245,598</u>	
NET CURRENT LIABILITIES:			<u>(93,929)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>(52,531)</u>
CREDITORS: Amounts falling due after more than one year			<u>16,936</u>
			<u>£(69,467)</u>
CAPITAL AND RESERVES:			
Called up share capital	3		300
Share premium			74,900
Profit & loss account			<u>(144,667)</u>
Shareholders' funds			<u>£(69,467)</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:


Mrs C Pacifico - DIRECTOR

Approved by the Board on 5 July 1996

The notes form part of these financial statements

QVS Electrical Wholesale Limited

Notes to the Abbreviated Financial Statements for the Period 6 October 1994 to 31 March 1996

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared on the going concern basis. The directors consider this basis to be appropriate as the nature of the business is such that stocks are readily convertible into liquid assets which can then be used to meet the company's liabilities as they fall due.

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.

Leasehold Improvements	- in accordance with the property
Office Equipment	- 20% on cost
Fixtures and fittings	- 10% on cost
Motor vehicles	- 20% on cost

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.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

QVS Electrical Wholesale Limited

Notes to the Abbreviated Financial Statements for the Period 6 October 1994 to 31 March 1996

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
Additions	46,295
At 31 March 1996	46,295
DEPRECIATION:	
Charge for period	4,897
At 31 March 1996	4,897
NET BOOK VALUE:	
At 31 March 1996	41,398

3. CALLED UP SHARE CAPITAL

Authorised:			
Number:	Class:	Nominal value:	£
10,000	Ordinary shares	£1	10,000
Allotted, issued and fully paid:			
Number:	Class:	Nominal value:	£
300	Ordinary shares	£1	300

During the period 200 Ordinary shares of £1 were issued at par and 100 Ordinary shares of £1 were issued at £750 each to provide additional working capital.

4. TRANSACTIONS WITH DIRECTORS

During the period the company made various transactions on normal commercial terms with the following firms which had common directors. Elec (Cambridge) Limited, purchases of £56,648 and other income of £17,000. Yemano Limited, purchases of £30,819 and other income of £6,000.