

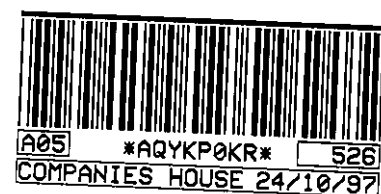
REGISTERED NUMBER: 02975861 (England and Wales)

Abbreviated Financial Statements

for the Year Ended 31 March 1997

for

QVS Electrical Wholesale Limited



QVS Electrical Wholesale Limited

**Company Information
for the Year Ended 31 March 1997**

DIRECTORS:

Mrs C Pacifico
M Duggan

SECRETARY:

Wrights Secretaries Limited

REGISTERED OFFICE:

8 Lincoln's 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 Year Ended 31 March 1997

The directors present their report with the financial statements of the company for the year ended 31 March 1997.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of electrical goods wholesalers.

REVIEW OF BUSINESS

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

The company traded successfully during the year. In line with the company's development plans, the directors' decided to open a new outlet in Brighton during November 1996. The new branch incurred the expected setting up costs and low turnover, during its initial trading period. This resulted in a managed overall loss for the company in the year under review.

DIRECTORS

The directors during the year under review were:

Mrs C Pacifico
M Duggan

The beneficial interests of the directors holding office on 31 March 1997 in the issued share capital of the company were as follows:

	31.3.97	1.4.96
Ordinary shares £1 shares		
Mrs C Pacifico	176	185
M Duggan	94	100

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.

AUDITORS

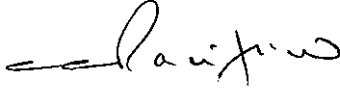
The auditors, Fitzgerald & Law, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

QVS Electrical Wholesale Limited

Report of the Directors
for the Year Ended 31 March 1997

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



Mrs C Pacifico - DIRECTOR

Dated: 31.10.1997.....

QVS Electrical Wholesale Limited

**Report of the Auditors to
QVS Electrical Wholesale Limited
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements on pages five to eight, together with the full financial statements of the company for the year ended 31 March 1997 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors 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 of Companies and whether the financial statements to be delivered 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 consider 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 to be delivered 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 full 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 five to eight are properly prepared in accordance with those provisions.

Fitzgerald & Law

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

Dated: 21 October 1997

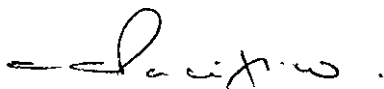
QVS Electrical Wholesale Limited

Abbreviated Balance Sheet
31 March 1997

		1997		1996	
	Notes	£	£	£	£
FIXED ASSETS:					
Intangible assets	2		11,533		-
Tangible assets	3		63,478		41,398
			<u>75,011</u>		<u>41,398</u>
CURRENT ASSETS:					
Stocks		136,238		115,929	
Debtors		21,911		19,676	
Cash at bank and in hand		28,220		16,064	
		<u>186,369</u>		<u>151,669</u>	
CREDITORS: Amounts falling due within one year		320,422		245,598	
		<u></u>		<u></u>	
NET CURRENT LIABILITIES:			(134,053)		(93,929)
TOTAL ASSETS LESS CURRENT LIABILITIES:			(59,042)		(52,531)
CREDITORS: Amounts falling due after more than one year			19,992		16,936
			<u>£(79,034)</u>		<u>£(69,467)</u>
CAPITAL AND RESERVES:					
Called up share capital	4		300		300
Share premium			74,900		74,900
Profit and loss account			(154,234)		(144,667)
			<u>£(79,034)</u>		<u>£(69,467)</u>
Shareholders' funds			<u></u>		<u></u>

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



Mrs C Pacifico - DIRECTOR

Approved by the Board on 21.10.1997...

QVS Electrical Wholesale Limited

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 March 1997**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The company's working capital requirements are financed out of its existing bank facilities. The nature of the company's business is such that stocks are readily convertible to cash. On the basis of the company's cashflow forecasts the directors consider that the company will continue to operate within its current facilities and that it is appropriate to prepare the financial statements on the going concern basis.

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.

Intangible fixed assets

Expenditure in connection with the new branch incurred prior to the commencement of trade has been capitalised. These expenses will be amortised at the following annual rates to write off each asset over its estimated useful life.

Pre-opening costs - 33 1/3% on cost

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 Year Ended 31 March 1997**

2. INTANGIBLE FIXED ASSETS

	Total
	£
COST:	
Additions	12,974
At 31 March 1997	<u>12,974</u>
AMORTISATION:	
Charge for year	1,441
At 31 March 1997	<u>1,441</u>
NET BOOK VALUE:	
At 31 March 1997	<u><u>11,533</u></u>

3. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 April 1996	46,295
Additions	29,985
At 31 March 1997	<u>76,280</u>
DEPRECIATION:	
At 1 April 1996	4,897
Charge for year	7,905
At 31 March 1997	<u>12,802</u>
NET BOOK VALUE:	
At 31 March 1997	<u><u>63,478</u></u>
At 31 March 1996	<u><u>41,398</u></u>

4. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	1997	1996
			£	£
10,000	Ordinary shares	£1	<u>10,000</u>	<u>10,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	1997	1996
			£	£
300	Ordinary shares	£1	<u>300</u>	<u>300</u>

QVS Electrical Wholesale Limited

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 March 1997**

5. TRANSACTIONS WITH DIRECTORS

During the year the company paid £12,177 to Overbury Management Services, a firm in which M Duggan has an interest, in respect of his services as a consultant.