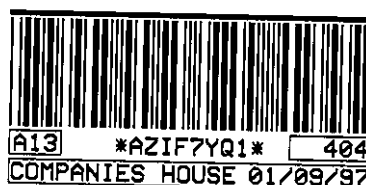


COMPANY NO. 2991693

DAVID TOLLEY LIMITED

ACCOUNTS FOR THE YEAR ENDED

30 NOVEMBER 1996



DAVID TOLLEY LIMITED

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DAVID TOLLEY LIMITED

COMPANY INFORMATION

Director

D. Tolley

Secretary

K. Tolley

Registered Office

16 Station Road,  
Chesham,  
Bucks.  
HP5 1DH

Company Number

2991693

Chartered Accountants

Golding, West & Company,  
16 Station Road,  
Chesham,  
Bucks.  
HP5 1DH

DAVID TOLLEY LIMITED  
DIRECTOR'S REPORT FOR THE YEAR ENDED  
30 NOVEMBER 1996

The director presents his report and the financial statements for the year ended 30 November 1996.

Principal Activity

The company's principal activity is that of advertising photography.

Shares

During the year the company issued 18,000 £1 ordinary shares which were fully paid up.

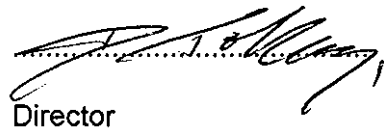
Directors

The director who served during the period and his beneficial interest in the company's issued ordinary share capital was:-

	<u>1996</u> <u>Ordinary Shares</u> <u>of £1 each</u>	<u>1995</u> <u>Ordinary Shares</u> <u>of £1 each</u>
D. Tolley	£48,000	£30,000

In preparing the above report, the director has taken advantage of special exemptions applicable to small companies.

By order of the Board

  
Director

29 August 1997

DAVID TOLLEY LIMITED  
PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 30 NOVEMBER 1996

	<u>Notes</u>	<u>1996</u>	<u>1995</u>
		£	£
Turnover	2	490	5,678
Cost of sales		<u>367</u>	<u>1,912</u>
<u>Gross Profit</u>		123	3,766
Distribution costs		3,194	3,323
Administration expenses	3	<u>9,524</u>	<u>14,815</u>
		<u>12,718</u>	<u>18,138</u>
Operating Loss on Ordinary Activities before Taxation		(12,595)	(14,372)
Taxation	4	-	-
		<u>          </u>	<u>          </u>
Loss on Ordinary Activities after Taxation		(12,595)	(14,372)
Dividends		-	-
		<u>          </u>	<u>          </u>
Retained Loss for the year/period		<u>(12,595)</u>	<u>(14,372)</u>

Continuing Operations

None of the company's activities were acquired or discontinued during the year.

Total Recognised Gains and Losses

The company has no recognised gains or losses other than the loss for the current and previous year.

DAVID TOLLEY LIMITED

BALANCE SHEET AS AT 30 NOVEMBER 1996

	<u>Notes</u>	£	<u>1996</u> £	£	<u>1995</u> £
Fixed Assets	5		16,425		29,721
<u>Current Assets</u>					
Bank account		16		-	
Stocks	6	300		500	
Debtors	7	<u>4,980</u>		<u>126</u>	
		5,296		626	
<u>Creditors: Amounts falling due within one year</u>	8	<u>688</u>		<u>11,276</u>	
<u>Net Current Assets/(Liabilities)</u>			<u>4,608</u>		<u>(10,650)</u>
<u>Total Assets less Current Liabilities</u>			21,033		19,071
<u>Creditors: Amounts falling due within one year</u>	9		<u>-</u>		<u>3,443</u>
			<u>21,033</u>		<u>15,628</u>
<u>Capital and Reserves</u>					
Issued share capital	10		48,000		30,000
Profit and Loss Account	11		<u>(26,967)</u>		<u>(14,372)</u>
			<u>21,033</u>		<u>15,628</u>

As director of the company I confirm:

- (a) that for the year ended 30 November 1996 the company was entitled to the exemption conferred by section 249A(1) of the Companies Act 1985.
- (b) that no member or members have requested an audit of the company pursuant to section 249B(2) of the Act.
- (c) that I acknowledge my responsibilities for keeping accounting records which comply with section 221 of the Act, and preparing accounts which give a true and fair view of the state of affairs of the company as at 30 November 1996 and of its Loss for the year then ended in accordance with section 226 of the Act, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company.

The director has taken advantage of special exemptions conferred by Part 1 Schedule 8 to the Companies Act 1985 applicable to small companies in the preparation of accounts and has done so on the grounds that, in his opinion, the company is entitled to those exemptions.

Approved by the board on 29 August 1997.

Director 

DAVID TOLLEY LIMITED  
NOTES TO THE ACCOUNTS  
FOR THE YEAR ENDED 30 NOVEMBER 1996

1. Statement of Accounting Policies

(a) Basis of Accounting

The accounts have been prepared under the historical cost convention.

(b) Depreciation

Depreciation is provided on a reducing balance basis as follows:-

Motor vehicle	25%
Office equipment	15%
Photographic equipment	15%

(c) Stock and Work in Progress

Stock and Work In Progress is stated at the lower of cost and net realisable value.

(d) Cash Flow

The accounts do not included a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 cash flow statement.

(e) Hire Purchase Contracts

Assets held under hire purchase contracts are capitalised and depreciated over their useful lives. The corresponding hire purchase obligation is treated in the balance sheet as a liability. The interest element of the rental obligation is charged to the Profit and Loss Account over the period of the hire purchase agreement.

2. Turnover

Turnover is net of VAT and is wholly attributable to the United Kingdom.

3. Operating Loss

The operating loss is stated after charging:

	<u>1996</u>	<u>1995</u>
	£	£
Depreciation under hire purchase contracts	-	3,466
Depreciation	2,897	3,410
Directors remuneration	<u>3,130</u>	<u>2,540</u>

4. Taxation

Corporation tax at 25%

£-

£-

DAVID TOLLEY LIMITED  
NOTES TO THE ACCOUNTS (CONTINUED)

5. Fixed Assets

	<u>Motor Vehicle</u>	<u>Office Equipment and Computer</u>	<u>Photographic Equipment</u>	<u>Total</u>
	£	£	£	£
<u>Cost</u>				
As at 1 December 1995	13,865	11,866	10,866	36,597
Disposals	(13,865)	-	-	(13,865)
	<u>-</u>	<u>11,866</u>	<u>10,866</u>	<u>22,732</u>
<u>Depreciation</u>				
As at 1 December 1995	3,466	1,780	1,630	6,876
Charge for year	-	1,512	1,385	2,897
Disposals	(3,466)	-	-	(3,466)
	<u>-</u>	<u>3,292</u>	<u>3,015</u>	<u>6,307</u>
<u>Net Book Value 30 November 1996</u>	<u>-</u>	<u>£8,574</u>	<u>£7,851</u>	<u>£16,425</u>
<u>Net Book Value 30 November 1995</u>	<u>£10,399</u>	<u>£10,086</u>	<u>£9,236</u>	<u>£29,721</u>

6. Stocks

	<u>1996</u>	<u>1995</u>
Stock	<u>£300</u>	<u>£500</u>

7. Debtors

Other debtors	4,912	-
Prepayments	<u>68</u>	<u>126</u>
	<u>4,980</u>	<u>126</u>

8. Creditors: Amounts falling due within one year

Trade creditors	-	29
Bank overdraft	-	1,183
Other taxes and social security	278	-
Hire purchase contracts	-	3,177
Directors loan account	-	6,374
Accruals	410	513
	<u>688</u>	<u>11,276</u>

9. Creditors: Amounts falling due after one year

	<u>1996</u>	<u>1995</u>
Hire purchase contracts	<u>£-</u>	<u>£3,443</u>



DAVID TOLLEY LIMITED  
NOTES FOR THE YEAR ENDED 30 NOVEMBER 1996 (CONTINUED)

10.	<u>Called Up Share Capital</u>	<u>1996</u>	<u>1995</u>
	<u>Authorised</u>		
	£100,000 ordinary shares of £1	<u>£100,000</u>	<u>£100,000</u>
	Issued and fully paid	<u>£48,000</u>	<u>£30,000</u>
11.	<u>Profit and Loss Account</u>	<u>1996</u>	<u>1995</u>
		£	£
	Balance at 1 December 1995	(14,372)	-
	Loss for the year/period	<u>(12,595)</u>	<u>(14,372)</u>
	<u>Balance at 30 November 1996</u>	<u>(26,967)</u>	<u>(14,372)</u>
12.	<u>Reconciliation of Movement of Shareholders Funds</u>	<u>1996</u>	<u>1995</u>
		£	£
	Opening shareholders funds	15,628	-
	Loss for the year/period	(12,595)	(14,372)
	New shares subscribed	<u>18,000</u>	<u>30,000</u>
	<u>Closing shareholders funds</u>	<u>21,033</u>	<u>15,628</u>
13.	<u>Transactions and Directors</u>		
	Loans to directors included in other debtors is an interest free loan to the director. Mr. David Tolley.		
		<u>1996</u>	
		£	
	Amount outstanding at the end of year	4,912	
	Amount outstanding at beginning of year	-	
	Maximum amount outstanding during the year	<u>4,912</u>	

FOR DIRECTOR'S INFORMATION ONLY

DAVID TOLLEY LIMITED

PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 30 NOVEMBER 1996

	£	<u>1996</u> £	£	<u>1995</u> £
<u>Sales</u>		490		5,678
<u>Cost of Sales</u>				
Opening stock	500		-	
Labs and film and photographic purchases	<u>167</u>		<u>2,412</u>	
	667		2,412	
<u>Deduct: Closing stock</u>	<u>(300)</u>	<u>367</u>	<u>(500)</u>	<u>1,912</u>
<u>Gross Profit</u>		123		3,766
<u>Deduct: Expenses</u>				
Director's remuneration	3,130		2,540	
Motor expenses	1,799		3,194	
Telephone	482		739	
Post, print and stationery	119		443	
Insurance	357		261	
Courses	50		949	
Assistants/sub-contractors	67		1,162	
Bank charges	135		43	
Photography props	-		129	
Sundry expenses	699		260	
Repairs and renewals	-		18	
Accountancy	390		390	
Use of home office	156		260	
Hire purchase interest	238		874	
<u>Depreciation:</u>	<u>2,199</u>			
Motor vehicle	-		3,466	
Office equipment - computers	1,512		1,780	
Photographic equipment	<u>1,385</u>		<u>1,630</u>	
		<u>12,718</u>		<u>18,138</u>
<u>Loss for the year/period</u>		<u>(12,595)</u>		<u>(14,372)</u>

ACCOUNTANTS' REPORT TO THE DIRECTOR

We have prepared the attached Balance Sheet and Profit and Loss Account respectively as at 30 November 1996 without carrying out an audit from the books, vouchers and information given to us by David Tolley and hereby certify them to be correct and in accordance therewith to the best of our knowledge and belief.

GOLDING, WEST & COMPANY,  
16 STATION ROAD,  
CHESHAM,  
BUCKS. HP5 1DH

CHARTERED ACCOUNTANTS