

Company No: 3023236

THE WILLOW AGENCY LIMITED

ACCOUNTS

FOR THE YEAR ENDED 31ST MAY 1997

ROKED & COMPANY
Chartered Accountants
Canada House
272 Field End Road
Eastcote
Middlesex HA4 9NA



THE WILLOW AGENCY LIMITED
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FOR THE YEAR ENDED 31ST MAY 1997

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THE WILLOW AGENCY LIMITED

REPORT OF THE DIRECTORS

The directors present their report and the accounts for the year ended 31st May 1997.

PRINCIPAL ACTIVITIES

The company's principal activity during the year was that of consultancy and accountancy services.

RESULTS AND DIVIDENDS

The loss for the year after taxation was £6,501 (1996: profit of £1,121). The directors do not recommend the payment of dividend and it is recommended that the retained loss be transferred to reserves.

FIXED ASSETS

The movements in fixed assets during the year are set out in Note 6 to the accounts.

DIRECTORS AND THEIR INTERESTS

The directors who served during the year and their interests in the shares of the company was as follows:

	<u>Class of Shares</u>	<u>Number of Shares</u> <u>1997</u>
Richard Finmore	£1 ordinary	1,000
Ann Burgess	£1 ordinary	1,000


Ann Burgess
Secretary

Approved by the Board on 29th June 1998

ACCOUNTANTS' REPORT TO THE SHAREHOLDERS OF

THE WILLOW AGENCY LIMITED

FOR THE YEAR ENDED 31ST MAY 1997

We have examined, without carrying out an audit, the accounts for the year ended 31st May 1997 set out on pages 3 to 7.

RESPECTIVE RESPONSIBILITIES OF DIRECTOR AND REPORTING ACCOUNTANTS

As described on page 4, the director is responsible for the preparation of the accounts, and he believes 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 appropriate standards for reporting accountants. This examination 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 the 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) - (f).

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Chartered Accountants

29th June 1998

THE WILLOW AGENCY LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MAY 1997

		17th February 1995 to	
	<u>Note</u>	<u>1997</u>	<u>14th May 1996</u>
		£	£
TURNOVER	1	130,593	73,660
Cost of sales		(37,556)	(19,667)
		<hr/>	<hr/>
GROSS PROFIT		93,037	53,993
Administrative expenses		(95,127)	(50,742)
Interest payable and similar charges	3	(2,231)	(142)
		<hr/>	<hr/>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	(4,321)	3,109
Tax on profit on ordinary activities	5	(2,180)	(1,988)
		<hr/>	<hr/>
RETAINED (LOSS)/PROFIT FOR THE YEAR		£ (6,501)	£ 1,121
		<hr/>	<hr/>

There were no recognised gains and losses for 1996 and 1997 other than those included in the profit and loss account.


The notes on pages 5 to 7 form part of these accounts.

THE WILLOW AGENCY LIMITED**BALANCE SHEET AT 31ST MAY 1997**

	<u>Note</u>	<u>1997</u>	<u>1996</u>
		£	£
FIXED ASSETS			
Tangible assets	6	24,512	22,131
CURRENT ASSETS			
Debtors	7	23,194	6,403
		<hr/>	<hr/>
		23,194	6,403
CREDITORS: Amounts falling due within one year	8	50,419	25,413
NET CURRENT LIABILITIES		<hr/>	<hr/>
		(27,225)	(19,010)
TOTAL ASSETS LESS CURRENT LIABILITIES		<hr/>	<hr/>
		(2,713)	3,121
CREDITORS: Amounts falling due after one year	9	667	-
		<hr/>	<hr/>
		£(3,380)	£ 3,121
		<hr/>	<hr/>
CAPITAL AND RESERVES			
Called up share capital	10	2,000	2,000
Profit and loss account	11	(5,380)	1,121
		<hr/>	<hr/>
SHAREHOLDERS' FUNDS	11	£(3,380)	£ 3,121
		<hr/>	<hr/>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provision of Section 249A(2) of the Companies Act 1985. Shareholders holding 10% or more of the nominal value of the company's issued share capital have not issued a notice requiring an audit. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and for preparing accounts which give a true and fair view of the state of affairs of the company as at 31st May 1997 and of its loss for the year then ended in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

The financial statements were approved by the Board
on 24th June 1998 and signed on its behalf by


Richard Finmore
Director


Ann Burgess
Director

The notes on pages 5 to 7 form part of these accounts.

THE WILLOW AGENCY LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MAY 1997

1. ACCOUNTING POLICIES

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

1.1 ACCOUNTING CONVENTION AND STANDARDS

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

1.2 TURNOVER

Turnover represents amounts invoiced by the company in respect of goods and services provided during the year.

1.3 DEPRECIATION

Depreciation is provided on all fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life. The annual depreciation rate used on a straight line basis is as follows:

Office equipment	50%
Office furniture	33 1/3%
Motor vehicles	33 1/3%

1.4 DEFERRED TAXATION

Deferred taxation is provided using the liability method in respect of the taxation effect of all timing differences to the extent that the directors consider that a liability will crystallise in the foreseeable future.

1.5 CASH FLOW STATEMENT

The company is exempt from the requirement to prepare a cash flow statement as it is entitled to the exemptions for small companies accounts set out in Sections 246 to 249 Companies Act 1985.

2. (LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

This is stated after charging:	<u>1997</u>	<u>1996</u>
Depreciation	19,645	12,448
(Profit)/Loss on sale of fixed assets	(764)	1,706
	<u> </u>	<u> </u>

THE WILLOW AGENCY LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MAY 1997

3.	INTEREST PAYABLE AND SIMILAR CHARGES	<u>1997</u>	<u>1996</u>		
	Bank and other interest	£2,231	£ 142		
		<u> </u>	<u> </u>		
4.	STAFF COST (Including Directors)	<u>1997</u>	<u>1996</u>		
		£	£		
	Wages and salaries	30,900	11,450		
	Social Security costs	2,764	808		
	Directors' Pension costs	1,130	562		
		<u> </u>	<u> </u>		
		£34,794	£12,820		
		<u> </u>	<u> </u>		
5.	TAX ON ORDINARY ACTIVITIES				
	Corporation tax charge at current rates	£ 2,180	£ 1,988		
		<u> </u>	<u> </u>		
6.	TANGIBLE FIXED ASSETS				
		<u>Office Furniture</u>	<u>Office Equipment</u>	<u>Motor Vehicle</u>	<u>Total</u>
		£	£	£	£
	<u>COST</u>				
	Balance b/fwd	1,508	13,632	18,995	34,135
	Additions	1,169	218	25,876	27,263
	Disposals	-	-	(6,500)	(6,500)
		<u> </u>	<u> </u>	<u> </u>	<u> </u>
		2,677	13,850	38,371	54,898
		<u> </u>	<u> </u>	<u> </u>	<u> </u>
	<u>DEPRECIATION</u>				
	Balance b/fwd	307	7,656	4,041	12,004
	Charge for the year	789	6,067	12,790	19,646
	Disposals	-	-	(1,264)	(1,264)
		<u> </u>	<u> </u>	<u> </u>	<u> </u>
		1,096	13,723	15,567	30,386
		<u> </u>	<u> </u>	<u> </u>	<u> </u>
	<u>NET BOOK VALUE AT 31ST MAY 1997</u>	£ 1,581	£ 127	£22,804	£24,512
		<u> </u>	<u> </u>	<u> </u>	<u> </u>
	<u>NET BOOK VALUE AT 31st MAY 1996</u>	£ 1,201	£ 5,976	£14,954	£22,131
		<u> </u>	<u> </u>	<u> </u>	<u> </u>

THE WILLOW AGENCY LIMITED**NOTES TO THE ACCOUNTS****FOR THE YEAR ENDED 31ST MAY 1997**

7.	DEBTORS	<u>1997</u>	<u>1996</u>
	Trade debtors	16,018	6,403
	Other debtors, prepayments and accrued income	7,176	-
		<hr/>	<hr/>
		£23,194	£ 6,403
		<hr/>	<hr/>
8.	CREDITORS: Amounts falling due within one year	<u>1997</u>	<u>1996</u>
		£	£
	Bank overdraft	9,731	2,498
	Social Security and other taxes	4,435	497
	Corporation tax	2,180	1,988
	Directors' loan account	1,312	15,124
	Other creditors, accruals and deferred income	32,761	5,306
		<hr/>	<hr/>
		£50,419	£25,413
		<hr/>	<hr/>
9.	CREDITORS: Amounts falling due after one year	<u>1997</u>	<u>1996</u>
	Other creditors	£ 667	£ NIL
		<hr/>	<hr/>
10.	SHARE CAPITAL	<u>1997</u>	<u>1996</u>
	<u>Authorised</u>		
	2,000 ordinary shares of £1 each	£ 2,000	£ 2,000
		<hr/>	<hr/>
	<u>Allotted, Called up and fully paid</u>		
	2,000 ordinary shares of £1 each	£ 2,000	£ 2,000
		<hr/>	<hr/>
11.	RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS		
		<u>Share Capital</u>	<u>Profit & Loss Account</u>
			<u>Total Shareholders' Funds</u>
	Balance b/fwd at 31st May 1996	2,000	1,121
	Loss attributable to the members of the company	-	(6,501)
		<hr/>	<hr/>
	Balance c/fwd at 31st May 1997	£2,000	£(5,380)
		<hr/>	<hr/>