

Reg. Coys

SMB ACCOUNTANCY SERVICES LIMITED

FINANCIAL STATEMENTS

31ST MARCH 1997

Registered number: 3104374

M.O.SAMPSON

CHARTERED ACCOUNTANT

Richmond, Surrey



SMB ACCOUNTANCY SERVICES LIMITED

FINANCIAL STATEMENTS

for the year ended 31st March 1997

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SMB ACCOUNTANCY SERVICES LIMITED**COMPANY INFORMATION****31st March 1997**

Incorporated in England on 20th September 1995

Number 3104374

DIRECTOR	Mr C.J.Arkell
SECRETARY	Mrs M. Arkell
REGISTERED OFFICE	32 Addison Grove, London W4 1ER
BANKERS	National Westminster Bank plc 26 Spring Street London W2 1WE
AUDITOR	M.O.Sampson F.C.A. Chartered Accountant & Registered Auditor 7 Garthside Church Road Ham Richmond Surrey TW10 5JA

SMB ACCOUNTANCY SERVICES LIMITED

DIRECTORS REPORT

31st March 1997

The Director presents his report and the audited financial statements for the year ended 31st March 1997

Principal activity

The company was incorporated on 20th september 1995 and began trading on 1st April 1996

The principal activity of the company is to act as accountancy advisers.

Results for the year

The results for the year are set out on pp. 5-8. The director recommends a dividend of £2,240, £2.24 per £1 ordinary share, net.

Events subsequent to the Balance Sheet date

There were no significant events subsequent to the Balance Sheet date.

Directors

The directors of the company during the year and their interest in the shares of the company as recorded in the register of director's interests was as follows:

	31st March 1997 Ordinary shares	31st March 1996 Ordinary shares
Buyview limited (resigned 28.9.95)	-	-
Mr C.J.Arkell	10	10

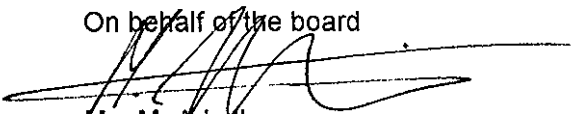
Changes in fixed assets

The movements in fixed assets during the year are set out in note 6 to the financial statements.

Auditor

Mr M.O.Sampson, F.C.A. was appointed as first auditor of the company and has agreed to offer himself for re-appointment. A resolution to this effect will be laid at the company's annual general meeting.

On behalf of the board


Mrs M. Arkell
Secretary

4 May 1997

SMB ACCOUNTANCY SERVICES LIMITED
STATEMENT OF DIRECTOR'S RESPONSIBILITIES

31st March 1997

We are required under company law 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 and loss of the company for that period. In preparing those financial statements we are required to:

- select suitable accounting policies and apply them consistently;
- make reasonable and prudent judgements and estimates;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

We are also responsible for:

- keeping proper accounting records;
 - safeguarding the company's assets;
- taking reasonable steps for the prevention and detection of fraud.

9 May 1997

By order of the board

Mr C.J. Arkell

SMB ACCOUNTANCY SERVICES LIMITED**AUDITORS REPORT****31st March 1997**

Auditor's report to the members of
SMB Secretarial Services Limited

I have prepared the financial statements on pages 4 to 8 which have been prepared under the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 3, the company's director is responsible for the preparation of financial statements. It is my responsibility to form an independent opinion, based on my audit, on those statements and to report my opinion to you.

Basis of opinion

I conducted my 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, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

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

Events subsequent to the balance sheet date

There have been no events of any significance.

Opinion

In my opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st March 1997 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

4 Richmond, Surrey
May 1997

M.O. Sampson F.C.A.
Registered Auditor
Chartered Accountant

A large, stylized handwritten signature in black ink, likely belonging to M.O. Sampson, is written over the printed name and title.

SMB ACCOUNTANCY SERVICES LIMITED**Profit and Loss Account****Year ended 31st March 1997**

			1997
	Notes	£	£
Fee Income			4,985
Expenses:			
Communications		195	
Office expenses		570	
Legal expenses		18	
Audit and accountancy		500	
Insurance		302	
Depreciation on equipment		250	
			1,835
Net profit before tax			3,150
Corporation tax	4		756
			2,394
Dividend			2,240
Retained profit transferred to reserves			154

There are no recognised gains or losses other than the profit for the year

SMB ACCOUNTANCY SERVICES LIMITED**Balance Sheet****As at 31st March 1997**

	Notes	£	1997 £
Fixed assets			
Tangible assets	5		750
Current assets			
Cash at bank and in hand		2,330	
Creditors due within one year	6	(1,926)	
Net current assets			404
<u>Total net assets</u>			<u>1,154</u>
Capital and reserves			
Called up share Capital	7		1,000
Reserves - transferred from profit and loss account	8		154
			<u>1,154</u>

Approved by Director

Date 1 May 1997

SMB ACCOUNTANCY SERVICES LIMITED

NOTES ON FINANCIAL STATEMENTS

31st March 1997

1 Accounting policies**a. Basis of accounting**

The financial statements have been prepared under the historical cost accounting rules and include the activities described in the director's report all of which are continuing.

b. Depreciation

Depreciation of tangible fixed assets is calculated so as to write off the cost on a straight line basis over the expected useful lives of the assets concerned. The rates used for this purpose are as follows:-

Computer equipment 4 years

In the view of the director it is considered that the net book value shown in the accounts represents current disposal value.

2 Net Profit	1997
	£

Net profit is stated after charging:

Auditor's remuneration	500
Depreciation	250

3 Directors and staff	1997
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Directors employed during the year (part-time)	1
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Directors emoluments	£ nil
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4 Taxation

Tax has been provided on the taxable profit of the company at the small companies rate of 24%

SMB ACCOUNTANCY SERVICES LIMITED

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NOTES ON FINANCIAL STATEMENTS

31st March 1997

5 Tangible fixed assets

Additions - Computer equipment	1,000
31st March 1997	<u>1,000</u>
Depreciation	
Charge for the period	250
31st March 1997	<u>250</u>
Net book value	
31st March 1997	<u>750</u>

6 Creditors: amounts falling due within one year

	1997
	£
Unpaid dividends	540
Sundry creditors & accruals	630
ACT	560
Corporation tax	196
	<u>1,926</u>

7 Called up share capital

	Number of shares 1997
Authorised	
Ordinary shares of £1 each	<u>10,000</u>
Allotted called up and fully paid	
Ordinary shares of £1 each	<u>1,000</u>

8 Reserves

	Distributable Reserves
	£
Transferred from profit and loss account	154