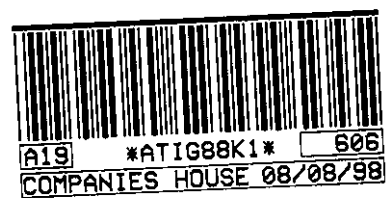


TOP STITCH CLOSERS LIMITED

FINANCIAL STATEMENTS

PERIOD FROM 1ST MAY 1997 TO 30TH APRIL 1998

COMPANY REGISTRATION NUMBER. 3182395



TOP STITCH CLOSERS LIMITED

CONTENTS

YEAR ENDED 30TH APRIL 1998

1. Director, Secretary, Registered Office.
- 2 & 3 Report of the Directors.
4. Profit and Loss Account.
5. Balance Sheet.
- 6 to 8. Notes to the Financial Statements
9. Detailed Profit and Loss Account.

TOP STITCH CLOSERS LIMITEDYEAR ENDED 30TH APRIL 1998DIRECTORS:

A. Billios

M. Billios

SECRETARY:

M. Billios

REGISTERED OFFICE:336 Hackney Road,  
London,  
E2 7AX

2  
**TOP STITCH CLOSERS LIMITED**

**REPORT OF THE DIRECTORS**

**YEAR ENDED 30TH APRIL 1998**

The directors present their annual report and the financial statements for the year ended 30th April 1998.

**ACTIVITIES**

The company's main activity is that of shoe stitching

**DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY**

The directors of the company during the year ended 30th April 1998 and their interest in the share capital of the company according to the register required to be kept by section 325 of the Companies Act 1985 were as follows:-

	<b><u>Number of shares</u></b> <b><u>At 30th April 1998 and 1997</u></b>	
A.Billios	50	50
M.Billios	50	50

**DIRECTORS' RESPONSIBILITIES**

Company law requires 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:-

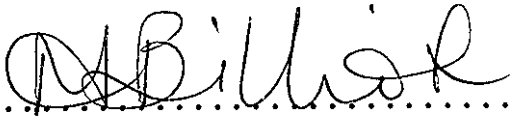
- \* select suitable accounting policies and then apply them consistently;
- \* make judgements and estimates that are reasonable and prudent;
- \* comply with applicable accounting standards subject to any material departures disclosed and explained in the financial statements.
- \* prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for maintaining 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.

TOP STITCH CLOSERS LIMITEDREPORT OF THE DIRECTORSYEAR ENDED 30TH APRIL 1998SMALL COMPANY EXEMPTIONS

The report has been prepared in accordance with the special provisions of part vii of the Companies Act 1985 relating to small companies.

BY ORDER OF THE BOARD

.....  
M. Billios  
(Secretary)

29 July 1998

TOP STITCH CLOSERS LIMITEDPROFIT AND LOSS ACCOUNTYEAR ENDED 30TH APRIL 1998

	<u>Notes</u>	<u>1998</u>	<u>1997</u>
		£	£
Turnover	1(b)	7,551	22,771
Administrative Expenses		(15,181)	(22,499)
Distribution Costs		(1,747)	(3,314)
<b>OPERATING LOSS</b>		(9,377)	(3,042)
Interest Receivable and Similar Income		2	3
<b>LOSS ON ORDINARY ACTIVITIES</b>	2	(9,375)	(3,039)
ACCUMULATED LOSSES BROUGHT FORWARD		(3,039)	-
ACCUMULATED LOSSES CARRIED FORWARD		(12,414)	(3,039)

All of the operations undertaken by the company during the current and preceding periods were continuing operations.

The company has no recognised losses other than the loss for the year.

The notes on pages 6 to 8 form an integral part of these accounts.

TOP STITCH CLOSERS LIMITEDBALANCE SHEET AT 30TH APRIL 1998

	<u>Notes</u>	<u>1998</u> <u>£</u>	<u>1997</u> <u>£</u>
<b><u>FIXED ASSETS</u></b>			
Tangible Fixed Assets	3	276	368
<b><u>CURRENT ASSETS</u></b>			
Debtors	4	232	329
Cash at Bank and in Hand		1,739	769
		1,971	1,098
<b><u>CREDITORS: AMOUNTS FALLING DUE</u></b>			
<b><u>WITHIN ONE YEAR.</u></b>	5	(14,561)	(4,405)
<b>NET CURRENT LIABILITIES</b>		(12,590)	(3,307)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		(12,314)	(2,939)
<b><u>CAPITAL AND RESERVES</u></b>			
Called up Share Capital	6	100	100
Profit and Loss Account		(12,414)	(3,039)
		(12,314)	(2,939)

For the period ended 30th April 1998 the company was entitled to exemption under subsection 1 of section 249A of the Companies Act 1985. No notice has been deposited under s249B.2 in relation to the accounts for the financial year. The directors acknowledge their responsibility for ensuring that the company keeps 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 the end of the financial year and of its loss for the financial year in accordance with the requirements of section 226 of the Act, and which otherwise comply with the requirements of this Act relating to accounts so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions of part vii of the Companies Act 1985 relating to small companies and the Financial Reporting Standard for Smaller Entities.

Approved by the board of directors on 29 July 1998 and signed on its behalf.

.....  
A. Billios  
(DIRECTOR)

The notes on pages 6 to 8 form an integral part of these accounts.

**TOP STITCH CLOSERS LIMITED****NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH APRIL 1998****1. ACCOUNTING POLICIES****a) Accounting Convention**

The accounts have been prepared under the historical cost convention.

**b) Turnover**

Turnover is stated net of Value Added Tax.

**c) Depreciation**

Depreciation has been provided to write off the cost of fixed assets over their estimated economic lives under the reducing balance method at the following annual rates:

Motor Vehicles	- 25%
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**d) Cashflow Statement**

The company qualifies as a small company under the Companies Act 1985. The directors have elected to take advantage of the exemption available under FRS1 not to prepare a cashflow statement.



**TOP STITCH CLOSERS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 30TH APRIL 1998**

	<u>1998</u> £	<u>1997</u> £
<b>2. <u>LOSS ON ORDINARY ACTIVITIES</u></b>		
The loss on ordinary activities is stated		
After charging:-		
Directors' Remuneration	2,000	1,750
Rental of Equipment	6,000	6,500
Depreciation	<u>92</u>	<u>132</u>

**3. TANGIBLE FIXED ASSETS**

	<u>Motor Vehicles</u> £	<u>Total</u> £
<b>COST</b>		
At 1st May 1997 and At 30th April 1998	<u>500</u>	<u>500</u>
<b>ACCUMULATED DEPRECIATION</b>		
At 1st May 1997	132	132
Charge for year	<u>92</u>	<u>92</u>
At 30th April 1998	<u>224</u>	<u>224</u>
<b>NET BOOK VALUES</b>		
At 30th April 1998	<u>276</u>	<u>276</u>
At 30th April 1997	<u>368</u>	<u>368</u>

**TOP STITCH CLOSERS LIMITED****NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH APRIL 1998**

	<u>1998</u>	<u>1997</u>
	£	£
4. <b><u>DEBTORS</u></b>		
Other Debtors	<u>232</u>	<u>329</u>
5. <b><u>CREDITORS: AMOUNTS FALLING DUE</u></b>		
<b><u>WITHIN ONE YEAR</u></b>		
Taxation and Social Security Costs	-	48
Other Creditors	675	780
Accruals	24	125
Directors' Loan Account	13,862	3,452
	<u>14,561</u>	<u>4,405</u>
6. <b><u>CALLED UP SHARE CAPITAL</u></b>		
	<b><u>Authorised</u></b>	<b><u>Issued and Fully Paid</u></b>
	<b><u>1998 and 1997</u></b>	<b><u>1998 and 1997</u></b>
	£	£
Ordinary shares of £1 each	<u>1,000</u>	<u>100</u>