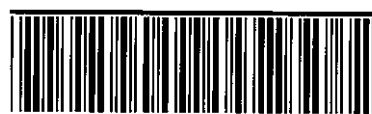


ABLE DECORATORS LTD

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 NOVEMBER 1997

REGISTERED NUMBER 3203784



A17 *AFH9RBM3* 316

COMPANIES HOUSE 26/11/98

COMPANIES HOUSE 20/11/98

ABLE DECORATORS LTD
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 1997

DIRECTORS

S Manuel
A Manuel (Mrs)

SECRETARY

Ian Watts Associates Ltd

REGISTERED OFFICE

29, Rushett Road,
Long Ditton,
Surrey,
KT7 0UX

COMPANY NUMBER

3203784

BANKERS

National Westminster Bank plc

SOLICITORS

ACCOUNTANTS

Ian F Watts
29, Rushett Road,
Long Ditton,
Surrey,
KT7 0UX

ABLE DECORATORS LTD
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 1997

CONTENTS

Pages	3	Directors' Report
	4	Accountants' Report
	5	Profit and Loss Account
	6	Balance Sheet
	8	Cash Flow Statement
	9	Reconciliation of Movements in Shareholders' Funds
	10 to 16	Notes to the Accounts

The following do not form part of the statutory financial statements:

17	Trading and Profit and Loss Account
18	Profit and Loss Account Summaries

ABLE DECORATORS LTD
DIRECTORS' REPORT
FOR THE YEAR ENDED 30 NOVEMBER 1997

The directors present their report and the financial statements of the company for the year ended 30 November 1997.

PRINCIPAL ACTIVITIES

The principal activities of the company continued to be the repair refurbishment and decoration of residential and other properties.

DIRECTORS

The directors who served during the year are shown below.

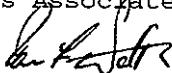
S Manuel
A Manuel (Mrs)

The directors beneficial interests in the issued ordinary share capital were as follows:

	1998	1997
	No.	No.
S Manuel	60	60
A Manuel (Mrs)	40	40

This report, which has been prepared taking advantage of special exemptions applicable to small companies, was approved by the board on 3 November 1998 and signed on their behalf.

Signed
Ian Watts Associates Ltd



ACCOUNTANTS' REPORT
TO THE SHAREHOLDERS ON THE UNAUDITED ACCOUNTS OF
ABLE DECORATORS LTD
FOR THE YEAR ENDED 30 NOVEMBER 1997

We report on the accounts for the year ended 30 November 1997 set out on pages 4 to 16.

Respective responsibilities of directors and reporting accountants

As described on page 6 the company's directors are responsible for the preparation of the accounts, and they consider 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 Statement of Standards for Reporting Accountants, and so our procedures 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 those 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).


Ian F Watts
Accountants

29, Rushett Road,
Long Ditton,
Surrey,
KT7 0UX

5 November 1998

ABLE DECORATORS LTD
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 NOVEMBER 1997

	Note	1998 £	1997 £
TURNOVER	2		
Continuing operations		42,429	81,744
Cost of sales	3	34,646	58,740
GROSS PROFIT		<hr/> 7,783	<hr/> 23,004
Net operating expenses	3&4	5,147	12,600
OPERATING PROFIT	4		
Continuing operations		2,636	10,404
Interest receivable and similar income	6	16	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<hr/> 2,652	<hr/> 10,404
Tax on ordinary activities	7	432	2,497
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<hr/> 2,220	<hr/> 7,907
RETAINED PROFIT FOR THE FINANCIAL YEAR		<hr/> <hr/> £ 2,220	<hr/> <hr/> £ 7,907

The company made no recognised gains and losses other than those reported in the profit and loss account.

The notes on pages 10 to 16 form part of these accounts

ABLE DECORATORS LTD
BALANCE SHEET
AT 30 NOVEMBER 1997

	Note	1998 £	1997 £
FIXED ASSETS			
Tangible assets	8	12,275	14,919
CURRENT ASSETS			
Stock	9	-	2,650
Debtors	10	(80)	6,999
Cash at bank and in hand		13,167	7,422
		13,087	17,071
CREDITORS: Amounts falling due within one year	11	15,135	23,984
NET CURRENT LIABILITIES		(2,048)	(6,913)
NET ASSETS		£ 10,227	£ 8,006
CAPITAL AND RESERVES			
Called up share capital	12	100	100
Profit and loss account	13	10,127	7,907
TOTAL CAPITAL EMPLOYED		£ 10,227	£ 8,007
Diff on accounts		-	1

In approving these financial statements as directors of the company we hereby confirm:

- a) that for the year in question the company was entitled to exemption under section 249A(2) of the Companies Act 1985,
- b) that no notice has been deposited under section 249B(2) requesting that an audit be conducted for the year ended 30 November 1997; and
- c) that we acknowledge our responsibilities for:
 - i) ensuring that the company keeps accounting records which comply with section 221, and
 - ii) 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 profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the provisions of the Companies Act relating to accounts, so far as applicable to the company.

The notes on pages 10 to 16 form part of these accounts

ABLE DECORATORS LTD
BALANCE SHEET (CONTINUED)
AT 30 NOVEMBER 1997

Advantage has been taken, in the preparation of the accounts, of special exemptions applicable to small companies, provided by Part I of Schedule 8 of the Companies Act 1985, on the grounds that, in the directors' opinion, the company is entitled to those exemptions.

The accounts were approved by the board of directors on 3 November 1998

.....
S Mansel

The notes on pages 10 to 16 form part of these accounts

ABLE DECORATORS LTD
CASH FLOW STATEMENT FOR THE YEAR ENDED 30 NOVEMBER 1997

	Note	1998 £	1997 £
NET CASH INFLOW FROM			
OPERATING ACTIVITIES	14	5,746	15,644
RETURNS ON INVESTMENTS AND SERVICING OF			
FINANCE			
Interest received		16	-
NET CASH INFLOW FROM RETURNS ON			
INVESTMENTS AND SERVICING OF FINANCE		16	-
TAX PAID		-	(2,497)
INVESTING ACTIVITIES			
Payments to acquire tangible fixed			
assets		(652)	(19,892)
NET CASH OUTFLOW TO INVESTING ACTIVITIES		(652)	(19,892)
NET CASH INFLOW/(OUTFLOW) BEFORE			
FINANCING		5,110	(6,745)
FINANCING	17		
Increase in share capital		-	100
Loan (repayments)/advances		(7,297)	14,068
Increase in hire purchase and finance			
leases		7,932	-
NET CASH INFLOW FROM FINANCING		635	14,168
INCREASE IN CASH AND CASH EQUIVALENTS	15	£ 5,745	£ 7,422
Diff		-	1

The notes on pages 10 to 16 form part of these accounts

ABLE DECORATORS LTD
RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS
FOR THE YEAR ENDED 30 NOVEMBER 1997

	1998	1997
	£	£
Profit for the financial year	2,220	7,907
	<hr/>	<hr/>
New share capital subscribed	2,220	7,907
	-	100
	<hr/>	<hr/>
Net addition to shareholders' funds	2,220	8,007
Opening shareholders' funds	8,007	-
	<hr/>	<hr/>
Closing shareholders' funds	£ 10,227	£ 8,007
	<hr/> <hr/>	<hr/> <hr/>

The notes on pages 10 to 16 form part of these accounts

ABLE DECORATORS LTD
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30 NOVEMBER 1997

1. ACCOUNTING POLICIES

1a. Basis of accounting

The accounts have been prepared under the historical cost convention.

1b. Tangible fixed assets

Fixed assets are shown at historical cost.

Depreciation is provided, after taking account of any grants receivable, at the following annual rates in order to write off each asset over its estimated useful life.

	1998	1997
Plant and equipment - % on cost	25	25
Motor vehicles - % on cost	25	25
Fixtures and fittings - % on cost	25	25
Equipment - % on cost	25	25

1c. Stocks

Stocks are stated at the lower of cost and net realisable value. Cost incurred in bringing each product to its present location and condition is based on purchase cost on a first-in, first-out basis, including transport.

1d. Taxation

Corporation tax payable is provided on taxable profits at the current rate.

Advance corporation tax payable on dividends paid or provided for in the year is written off.

Deferred taxation (which arises from differences in the timing of the recognition of items, principally depreciation, in the accounts and by the tax authorities) has been calculated on the liability method. Deferred tax is provided on timing differences, which will probably reverse at the rates of tax likely to be in force at the time of reversal. Deferred tax is not provided on timing differences which, in the opinion of the directors, will probably not reverse. However, the amount of all deferred tax, including that which will probably not reverse, is shown in note .

ABLE DECORATORS LTD
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 1997

1. ACCOUNTING POLICIES (CONTINUED)

1e. Turnover

Turnover comprises the value of sales (excluding VAT and similar taxes and trade discounts) of goods and services in the normal course of business.

1f. Leased assets

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight-line basis over the lease term.

2. TURNOVER

Turnover and profit on ordinary activities before taxation are attributable to the refurbishment and decoration of residential properties and similar products.

3. COST OF SALES AND NET OPERATING EXPENSES

	1998	1997
	£	£
Cost of sales	£ 34,646	£ 58,740
Net operating expenses:		
Distribution costs	3	1,897
Administrative expenses	1,847	5,730
Depreciation	3,297	4,973
	£ 5,147	£ 12,600

ABLE DECORATORS LTD
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 1997

4. OPERATING PROFIT

	1998	1997
	£	£
Profit on ordinary activities is stated after charging:		
Hire of plant and machinery	490	1,509
Operating leases	-	378
Auditors' remuneration		
Non-audit services	563	881
Depreciation and amortisation		
Tangible assets: owned	3,297	4,973
Staff costs (note 5)	-	38,350
	<hr/>	<hr/>

5. DIRECTORS AND EMPLOYEES

Particulars of employees (including directors) are shown below:

Employee costs during the year amounted to:	1998	1997
	£	£
Wages and salaries	-	38,350
	<hr/>	<hr/>

The average weekly numbers of employees during the year were as follows:

	1998	1997
	No.	No.
Production and sales	3	3
	<hr/>	<hr/>

Directors' remuneration:

	1998	1997
	£	£
	-	-
	<hr/>	<hr/>
	<hr/>	<hr/>

The emoluments of the other directors were within the following ranges:

	1998	1997
	No.	No.

ABLE DECORATORS LTD
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 1997

6. INTEREST RECEIVABLE AND SIMILAR INCOME	1998	1997
	£	£
Bank interest receivable	16	-
	<hr/>	<hr/>
	£ 16	£ -
	<hr/>	<hr/>

7. TAX ON PROFIT ON ORDINARY ACTIVITIES	1998	1997
	£	£
Corporation tax at 25%	432	2,497
	<hr/>	<hr/>
	£ 432	£ 2,497
	<hr/>	<hr/>

8. TANGIBLE FIXED ASSETS

	Plant & Machinery £	Fixtures & Equipment £	Total £
Cost			
At 1 June 1997	17,991	1,902	19,893
Additions	-	652	652
	<hr/>	<hr/>	<hr/>
At 30 November 1997	17,991	2,554	20,545
	<hr/>	<hr/>	<hr/>
Depreciation			
At 1 June 1997	4,498	475	4,973
For the year	2,985	312	3,297
	<hr/>	<hr/>	<hr/>
At 30 November 1997	7,483	787	8,270
	<hr/>	<hr/>	<hr/>
Net Book Amounts			
At 30 November 1997	£ 10,508	£ 1,767	£ 12,275
	<hr/>	<hr/>	<hr/>
At 31 May 1997	£ 13,493	£ 1,427	£ 14,920
	<hr/>	<hr/>	<hr/>

ABLE DECORATORS LTD
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 1997

9. STOCK	1998	1997
	£	£
Stock comprises:		
Stock	-	2,650
	<u>£ -</u>	<u>£ 2,650</u>

10. DEBTORS	1998	1997
	£	£
Trade debtors	(80)	6,999
	<u>£ (80)</u>	<u>£ 6,999</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	1998	1997
	£	£
Loans	-	10,180
Hire purchase	7,932	-
UK corporation tax	432	-
Social security and other taxes	-	3,317
Directors current account	-	3,888
Directors current account	6,771	-
Trade creditors	-	1,200
Accruals	-	5,399
	<u>£ 15,135</u>	<u>£ 23,984</u>

12. CALLED UP SHARE CAPITAL	1998	1997
	£	£
Authorised:		
100 Ordinary shares of £1 each	<u>£ 100</u>	<u>£ 100</u>
Allotted, issued and fully paid:		
100 Ordinary shares of £1 each	<u>£ 100</u>	<u>£ 100</u>

ABLE DECORATORS LTD
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 1997

13. RESERVES

	Profit & loss account £
At 1 June 1997	7,907
Profit for the year	2,220
	<hr/>
At 30 November 1997	£ 10,127
	<hr/>

14. RECONCILIATION OF OPERATING PROFIT TO NET CASH FLOW FROM OPERATING ACTIVITIES

	1998 £	1997 £
Operating profit	2,636	10,404
Depreciation	3,297	4,973
Decrease/(Increase) in stocks	2,650	(2,650)
Decrease/(Increase) in debtors	6,999	(6,999)
(Decrease)/Increase in creditors	(9,836)	9,916
	<hr/>	<hr/>
Net cash inflow from operating activities	£ 5,746	£ 15,644
	<hr/>	<hr/>

15. ANALYSIS OF CHANGES IN CASH AND CASH EQUIVALENTS DURING THE YEAR

	1998 £	1997 £
Balance at 1 June 1997	7,422	-
Net cash outflow	5,745	7,422
	<hr/>	<hr/>
Balance at 30 November 1997	£ 13,167	£ 7,422
	<hr/>	<hr/>

16. ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS AS SHOWN IN THE BALANCE SHEET

	1998 £	1997 £	Change in 1998 £	Change in 1997 £
Cash at bank and in hand	13,167	7,422	5,745	7,422
	<hr/>	<hr/>	<hr/>	<hr/>
	£ 13,167	£ 7,422	£ 5,745	£ 7,422
	<hr/>	<hr/>	<hr/>	<hr/>

ABLE DECORATORS LTD
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 1997

17. ANALYSIS OF CHANGES IN FINANCING DURING THE YEAR

	1998	1997
	£	£
Share capital		
Balance at 1 June 1997	100	-
Cash outflow from financing	-	100
	<hr/>	<hr/>
Balance at 30 November 1997	£ 100	£ 100
	<hr/>	<hr/>
Loans and finance lease obligations		
Balance at 1 June 1997	14,068	-
Cash outflow from financing	635	14,068
	<hr/>	<hr/>
Balance at 30 November 1997	14,703	14,068
	<hr/>	<hr/>