

GCN Flooring Limited

Company No: 3218222

Auditors Report to the Company

Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985

REGISTERED
1.

We have examined the abbreviated statements on pages 2 to 4, together with the full financial statements of GCN Flooring Limited prepared under Section 226 of the Companies Act 1985 for the year ended 31st May 1998.

Respective Responsibilities of Directors and the Auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver financial statements prepared in accordance with section 246(5) and (6) of the Companies Act 1985 and whether the abbreviated financial statements have been properly prepared in accordance with that Schedule.

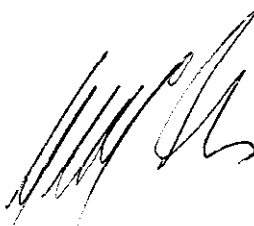
Basis of Opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to deliver financial statements prepared in accordance with section 246(5) and (6) of the Companies Act 1985 and that the abbreviated financial statements have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver financial statements prepared in accordance with section 246(5) and (6) of the Companies Act 1985 and the abbreviated financial statements on pages 2 to 4 have been properly prepared in accordance with those provisions.

Curtis & Co.,
Registered Auditors
Bank Chambers
1/3 Woodford Avenue
Gants Hill, Ilford
Essex, IG2 6UF



Dated: 10th September 1999



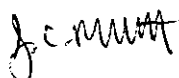
GCN Flooring Limited
Company No: 3218222
Abbreviated Balance Sheet
At 31st May 1998

	Notes	1998	1997
Fixed Assets			
Tangible Assets	2	1,550	-
Current Assets			
Stock	3	8,231	6,790
Debtors	4	134,692	96,426
Cash at Bank and in Hand		<u>20,676</u>	<u>18,811</u>
		163,599	122,027
Creditors - due within one Year	5	<u>106,939</u>	<u>100,385</u>
Net Current Assets		<u>56,660</u>	<u>21,642</u>
		<u>£ 58,210</u>	<u>£ 21,642</u>
Capital and Reserves			
Called Up Share Capital	6	2	2
Profit and Loss Account		<u>58,208</u>	<u>21,640</u>
		<u>£ 58,210</u>	<u>£ 21,642</u>

The Notes on Page 3 and 4 form part of these Accounts.

The full financial statements and the abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

These financial statements were approved and signed by the director on 10th September 1999.



G C Nisbett
Director

GCN Flooring Limited
Notes to the Abbreviated Accounts
For the Year Ended 31st May 1998

1. Statement of Accounting Policies

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

Cash flow

The accounts do not include 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 statements".

Turnover

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year.

2. Tangible Fixed Assets

	Motor Vehicles	Office Equipment	Total
Cost			
Additions	<u>1,500</u>	<u>500</u>	<u>2,000</u>
At 31st May 1998	<u>1,500</u>	<u>500</u>	<u>2,000</u>
Depreciation			
Charge for the Year	<u>375</u>	<u>75</u>	<u>450</u>
At 31st May 1998	<u>375</u>	<u>75</u>	<u>450</u>
Net Book Value			
At 31st May 1998	<u>1,125</u>	<u>425</u>	<u>1,550</u>
At 31st May 1997	<u>-</u>	<u>-</u>	<u>-</u>

3. Stocks

Stocks are valued at the lower of cost and net realisable value

1998	1997
<u>8,231</u>	<u>6,790</u>

GCN Flooring Limited
Notes to the Abbreviated Accounts
For the Year Ended 31st May 1998

	1998	1997
4. Debtors		
Trade Debtors	37,461	50,909
Amounts Recoverable on Contracts	55,687	33,500
Sundry Debtors and Prepayments	8,888	12,017
Directors Loan Account	<u>32,656</u>	<u>-</u>
	<u>134,692</u>	<u>96,426</u>
5. Creditors - Amounts Falling Due Within One Year		
Trade Creditors	67,495	72,147
Sundry Creditors and Accruals	8,156	7,499
Social Security and Other Taxes	3,896	3,857
Corporation Tax	27,392	5,925
Directors Loan Account	<u>-</u>	<u>10,957</u>
	<u>106,939</u>	<u>100,385</u>
6. Called Up Share Capital		
Authorised		
1000 Ordinary Shares of £1 each	<u>1,000</u>	<u>1,000</u>
Issued and Fully Paid		
2 Ordinary Shares of £1 each	<u>2</u>	<u>2</u>