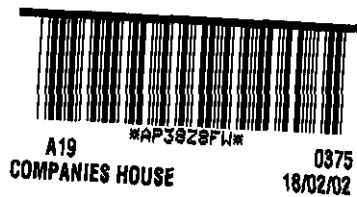


REGISTERED NUMBER: 3748582 (England and Wales)

**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 2001
FOR
THE SIGN SHOP HORSHAM LIMITED**



THE SIGN SHOP HORSHAM LIMITED

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for the year ended 31st August 2001

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THE SIGN SHOP HORSHAM LIMITED

COMPANY INFORMATION

for the year ended 31st August 2001

DIRECTORS:

J. Hammond
B. R. Hammond

SECRETARY:

B.R.Hammond

REGISTERED OFFICE:

White Hart House
High Street
Limpsfield
Surrey
RH8 ODT

REGISTERED NUMBER:

3748582 (England and Wales)

ACCOUNTANTS:

De Warrenne Waller & Co. Limited
Chartered Accountants
57 Grosvenor Street
Mayfair
London
W1K 3JA

THE SIGN SHOP HORSHAM LIMITED

REPORT OF THE DIRECTORS for the year ended 31st August 2001

The directors present their report with the financial statements of the company for the year ended 31st August 2001.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the retail supply of signs.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

DIVIDENDS

Interims dividends of £19,500 (2000: £8,000) were voted in the year.

DIRECTORS

The directors during the year under review were:

J. Hammond
B. R. Hammond

The beneficial interests of the directors holding office on 31st August 2001 in the issued share capital of the company were as follows:

	31.8.01	1.9.00
Ordinary £1 shares		
J. Hammond	80	80
B. R. Hammond	2	2

ON BEHALF OF THE BOARD:



B.R.Hammond - SECRETARY

Dated: 21st December 2001

THE SIGN SHOP HORSHAM LIMITED

PROFIT AND LOSS ACCOUNT
for the year ended 31st August 2001

		Year ended 31.8.01	Period 8.4.99 to 31.8.00
	Notes	£	£
TURNOVER		119,185	80,539
Cost of sales		42,149	30,196
GROSS PROFIT		77,036	50,343
Administrative expenses		56,394	37,522
OPERATING PROFIT	3	20,642	12,821
Interest receivable and similar income		120	-
		20,762	12,821
Interest payable and similar charges	4	131	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		20,631	12,821
Tax on profit on ordinary activities	5	3,366	2,217
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		17,265	10,604
Dividends	6	19,500	8,000
		(2,235)	2,604
Retained profit brought forward		2,604	-
RETAINED PROFIT CARRIED FORWARD		£369	£2,604

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous period.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous period.

The notes form part of these financial statements

THE SIGN SHOP HORSHAM LIMITED

BALANCE SHEET

31st August 2001

	Notes	2001		2000	
		£	£	£	£
FIXED ASSETS:					
Tangible assets	7		14,630		18,443
CURRENT ASSETS:					
Stocks	8	1,500		1,200	
Debtors	9	20,491		10,504	
Cash at bank		690		10,018	
		22,681		21,722	
CREDITORS: Amounts falling due within one year	10	36,842		37,461	
NET CURRENT LIABILITIES:			(14,161)		(15,739)
TOTAL ASSETS LESS CURRENT LIABILITIES:			£469		£2,704
CAPITAL AND RESERVES:					
Called up share capital	11		100		100
Profit and loss account			369		2,604
SHAREHOLDERS' FUNDS:	12		£469		£2,704

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31st August 2001.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st August 2001 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

ON BEHALF OF THE BOARD:



J. Hammond - DIRECTOR

Approved by the Board on 21st December 2001

The notes form part of these financial statements

THE SIGN SHOP HORSHAM LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2001

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

2. STAFF COSTS

	Year ended 31.8.01 £	Period 8.4.99 to 31.8.00 £
Wages and salaries	<u>25,243</u>	<u>8,328</u>

The average monthly number of employees during the year was as follows:

	Year ended 31.8.01	Period 8.4.99 to 31.8.00
Sales and administration	<u>3</u>	<u>3</u>

THE SIGN SHOP HORSHAM LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2001

3. OPERATING PROFIT

The operating profit is stated after charging:

	Year ended 31.8.01 £	Period 8.4.99 to 31.8.00 £
Hire of plant and machinery	2,839	2,747
Depreciation - owned assets	<u>4,875</u>	<u>5,239</u>
Directors' emoluments	<u>7,703</u>	<u>1,800</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	Year ended 31.8.01 £	Period 8.4.99 to 31.8.00 £
Loan	<u>131</u>	<u>-</u>

5. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	Year ended 31.8.01 £	Period 8.4.99 to 31.8.00 £
UK corporation tax	<u>3,366</u>	<u>2,217</u>

UK corporation tax has been charged at 16.40% (2000 - 17.50%).

6. DIVIDENDS

	Year ended 31.8.01 £	Period 8.4.99 to 31.8.00 £
Equity shares: Interim ordinary	<u>19,500</u>	<u>8,000</u>

THE SIGN SHOP HORSHAM LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31st August 2001

7. TANGIBLE FIXED ASSETS

	Plant and machinery	Motor vehicles	Computer equipment	Totals
	£	£	£	£
COST:				
At 1st September 2000	17,915	4,695	1,072	23,682
Additions	-	-	1,062	1,062
At 31st August 2001	17,915	4,695	2,134	24,744
DEPRECIATION:				
At 1st September 2000	3,797	1,174	268	5,239
Charge for year	3,529	880	466	4,875
At 31st August 2001	7,326	2,054	734	10,114
NET BOOK VALUE:				
At 31st August 2001	10,589	2,641	1,400	14,630
At 31st August 2000	14,118	3,521	804	18,443

8. STOCKS

	2001 £	2000 £
Stock	1,500	1,200

**9. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2001 £	2000 £
Trade debtors	19,216	9,229
Amounts due from associated companies	1,275	1,275
	20,491	10,504

THE SIGN SHOP HORSHAM LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31st August 2001

**10. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2001 £	2000 £
Trade creditors	1,468	-
Directors current accounts	197	150
Amounts due to associated companies	12,793	23,793
GE Capital loan	4,119	5,000
Social security & other taxes	11,453	4,125
Salaries control	1,300	1,161
Taxation	3,366	2,217
Accrued expenses	2,146	1,015
	<u>36,842</u>	<u>37,461</u>

11. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2001 £	2000 £
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2001 £	2000 £
100	Ordinary	£1	<u>100</u>	<u>100</u>

12. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2001 £	2000 £
Profit for the financial year	17,265	10,604
Dividends	(19,500)	(8,000)
	<u>(2,235)</u>	<u>2,604</u>
Issue of shares	-	100
	<u>(2,235)</u>	<u>2,704</u>
Net (reduction)/addition to shareholders' funds	2,704	-
Opening shareholders' funds		
Closing shareholders' funds	<u>469</u>	<u>2,704</u>
Equity interests	<u>469</u>	<u>2,704</u>

13. CONTROL

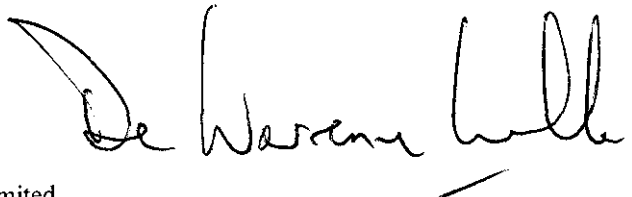
The Company is under the control of the director, Mr J Hammond.

THE SIGN SHOP HORSHAM LIMITED

REPORT OF THE ACCOUNTANTS TO THE DIRECTORS OF
THE SIGN SHOP HORSHAM LIMITED

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31st August 2001 set out on pages three to eight and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

A handwritten signature in black ink, appearing to read 'De Warrenne Waller', with a horizontal line underneath the name.

De Warrenne Waller & Co. Limited
Chartered Accountants
57 Grosvenor Street
Mayfair
London
W1K 3JA

Dated: 21st December 2001