

REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE PERIOD
8TH APRIL 1999 TO 31ST AUGUST 2000
FOR
THE SIGN SHOP HORSHAM LIMITED



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for the period 8th April 1999 to 31st August 2000

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THE SIGN SHOP HORSHAM LIMITED

COMPANY INFORMATION

for the period 8th April 1999 to 31st August 2000

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 period 8th April 1999 to 31st August 2000

The directors present their report with the financial statements of the company for the period 8th April 1999 to 31st August 2000.

INCORPORATION

The company was incorporated on 8th April 1999 and commenced trading on 1st September 1999.

PRINCIPAL ACTIVITY

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

REVIEW OF BUSINESS

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

DIVIDENDS

Interims dividends of £8,000 were voted in the year.

DIRECTORS

The directors during the period under review were:

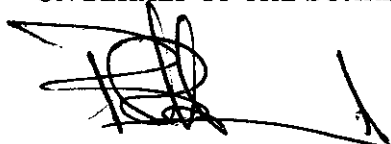
J. Hammond	- appointed 8/4/1999
B. R. Hammond	- appointed 8/4/1999

The beneficial interests of the directors holding office on 31st August 2000 in the issued share capital of the company were as follows:

	31.8.00	at date of appointment
Ordinary £1 shares		
J. Hammond	80	80
B. R. Hammond	2	2

Both the directors, being eligible, offer themselves for election at the forthcoming first Annual General Meeting.

ON BEHALF OF THE BOARD:



B.R.Hammond - SECRETARY

Dated: 14th March 2001

THE SIGN SHOP HORSHAM LIMITED

PROFIT AND LOSS ACCOUNT

for the period 8th April 1999 to 31st August 2000

	Notes	£
TURNOVER		80,539
Cost of sales		<u>30,196</u>
GROSS PROFIT		50,343
Administrative expenses		<u>37,522</u>
OPERATING PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	12,821
Tax on profit on ordinary activities	4	<u>2,217</u>
PROFIT FOR THE FINANCIAL PERIOD AFTER TAXATION		10,604
Dividends	5	<u>8,000</u>
RETAINED PROFIT CARRIED FORWARD		<u><u>£2,604</u></u>

CONTINUING OPERATIONS

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

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profit for the current period.

The notes form part of these financial statements

THE SIGN SHOP HORSHAM LIMITED

BALANCE SHEET

31st August 2000

	Notes	£	£
FIXED ASSETS:			
Tangible assets	6		18,443
CURRENT ASSETS:			
Stocks	7	1,200	
Debtors	8	10,504	
Cash at bank		10,018	
		<u>21,722</u>	
CREDITORS: Amounts falling due within one year	9	37,461	
		<u></u>	
NET CURRENT LIABILITIES:			(15,739)
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>£2,704</u>
CAPITAL AND RESERVES:			
Called up share capital	10		100
Profit and loss account			2,604
			<u></u>
SHAREHOLDERS' FUNDS:	11		<u>£2,704</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the period ended 31st August 2000.

The members have not required the company to obtain an audit of its financial statements for the period ended 31st August 2000 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:

X  X

J. Hammond - DIRECTOR

Approved by the Board on 14th March 2001

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
for the period 8th April 1999 to 31st August 2000

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**

	£
Wages and salaries	8,328

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

Sales and administration	3
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3. **OPERATING PROFIT**

The operating profit is stated after charging:

	£
Hire of plant and machinery	2,747
Depreciation - owned assets	5,239
	<u> </u>
Directors' emoluments	1,800
	<u> </u>

THE SIGN SHOP HORSHAM LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the period 8th April 1999 to 31st August 2000

4. TAXATION

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

	£
UK corporation tax	2,217

UK corporation tax has been charged at 17.50%.

5. DIVIDENDS

	£
Equity shares:	
Interim ordinary	8,000

6. TANGIBLE FIXED ASSETS

	Plant and machinery	Motor vehicles	Computer equipment	Totals
	£	£	£	£
COST:				
Additions	17,915	4,695	1,072	23,682
At 31st August 2000	17,915	4,695	1,072	23,682
DEPRECIATION:				
Charge for period	3,797	1,174	268	5,239
At 31st August 2000	3,797	1,174	268	5,239
NET BOOK VALUE:				
At 31st August 2000	14,118	3,521	804	18,443

7. STOCKS

	£
Stock	1,200

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

	£
Trade debtors	9,229
Amounts due from Associated Companies	1,275
	10,504

THE SIGN SHOP HORSHAM LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the period 8th April 1999 to 31st August 2000

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

	£
Directors current accounts	150
Amounts due from Group	
Companies	23,793
GE Capital loan	5,000
Social security & other taxes	4,125
Salaries control	1,161
Taxation	2,217
Accrued expenses	1,015
	<u>37,461</u>

10. CALLED UP SHARE CAPITAL

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

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

11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

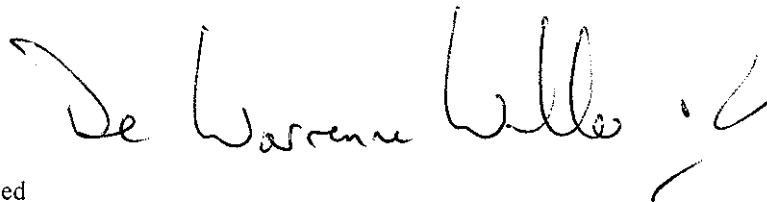
	£
Profit for the financial period	10,604
Dividends	(8,000)
	<u>2,604</u>
Issue of shares	100
	<u>2,704</u>
Net addition to shareholders' funds	2,704
Opening shareholders' funds	-
	<u>2,704</u>
Closing shareholders' funds	<u>2,704</u>
	<u>2,704</u>
Equity interests	<u>2,704</u>

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 period ended 31st August 2000 set out on pages three to seven 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', followed by a stylized flourish or initial.

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

Dated: 14th March 2001

This page does not form part of the statutory financial statements