

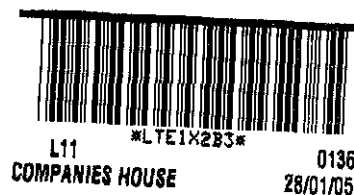
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MFW INTERIORS LIMITED

Company Registration Number 4100884

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st DECEMBER 2003



Anthony H Lusman & Co
Chartered Accountants
20 John Keats Lodge
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Enfield
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MFW INTERIORS LIMITED

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MFW INTERIORS LIMITED

REPORT OF THE DIRECTOR

The director has pleasure in submitting his report together with the financial statements of the company for the year ended 31st December 2003.

PRINCIPAL ACTIVITY

The principal activity of the company for the year under review was that of interior refurbishment.

REVIEW OF THE BUSINESS

A summary of the results of the year's trading is given on page 3 of the financial statements.

DIVIDENDS

The director does not recommend the payment of a dividend.

DIRECTORS

The director holding office during the year and his beneficial interests in the issued share capital of the company was as follows:

	Shareholdings at beginning and end of year
M F Weatherill	100

AUDITORS

Auditors have not been appointed as the company's turnover is below the statutory minimum requirement in which an audit is required.

On behalf of the board on 30 JAN 2005


M F Weatherill (Director)

MFW INTERIORS LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that period.

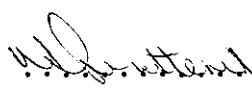
In preparing those statements the directors are required to:-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, 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 keeping 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.

The directors 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.

On behalf of the board on 30 JAN 2005


M F Weatherill (Director)

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31st DECEMBER 2003

		2003		2002	
	Note	£	£	£	£
TURNOVER	2		81,493		118,786
Cost of Sales			59,442		84,825
			-----		-----
GROSS PROFIT			22,051		33,961
Distribution Costs		8,640		4,439	
Administrative Expenses		32,342		48,529	
		-----		-----	
			(40,982)		(52,968)
			-----		-----
OPERATING (LOSS)	3		(18,931)		(19,007)
Interest Receivable			3		-
			-----		-----
			(18,928)		(19,007)
Interest Payable	4		(1,416)		(1,384)
			-----		-----
(LOSS) BEFORE TAXATION			(20,344)		(20,391)
Taxation	5		-		-
			-----		-----
(LOSS) AFTER TAXATION			(20,344)		(20,391)
Accumulated losses brought forward			(26,187)		(5,796)
			-----		-----
ACCUMULATED LOSSES CARRIED FORWARD			(46,531)		(26,187)
			=====		=====

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31st DECEMBER 2003

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the course of the financial year or for that of the preceding period.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses for the financial year or for that of the preceding period other than that of the profit and loss account.

The notes on pages 5 to 8 form part of these financial statements

MFW INTERIORS LIMITED

BALANCE SHEET

AS AT 31st DECEMBER 2003

		2003		2002	
	Note	£	£	£	£
FIXED ASSETS	6		16,019		5,305
CURRENT ASSETS					
Debtors	7	-		4,090	
Cash at Bank and in Hand		88		-	
		-----		-----	
		88		4,090	
CREDITORS: Amounts falling due within one year	8	58,896		32,727	
		-----		-----	
NET CURRENT (LIABILITIES)			(58,808)		(28,637)
			-----		-----
TOTAL ASSETS LESS CURRENT LIABILITIES			(42,789)		(23,332)
CREDITORS: Amounts falling due after more than one year	8		(3,642)		(2,755)
			-----		-----
TOTAL ASSETS LESS TOTAL LIABILITIES			(46,431)		(26,087)
			=====		=====
SHARE CAPITAL AND RESERVES					
Called up Share Capital	11		100		100
Profit and Loss Account			(46,531)		(26,187)
			-----		-----
SHAREHOLDERS' FUNDS	12		(46,431)		(26,087)
			=====		=====

MFW INTERIORS LIMITED

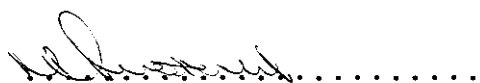
BALANCE SHEET

AS AT 31st DECEMBER 2003

In approving these financial statements as a director of the company I hereby confirm the following:

- a) For the year in question the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985.
- b) No notice from members requiring an audit has been deposited at the company's registered office under Section 249B of the Companies Act 1985 in relation to its accounts for the financial year.
- c) The director acknowledges his responsibility for the following:
 - 1. Ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985.
 - 2. 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 or loss for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985 and which otherwise comply with the requirements of the Act relating to accounts so far as applicable to the company.

Approved by the board on 8 0 JAN 2005


M F Weatherill (Director)

The notes on pages 5 to 8 form part of these financial statements

MFW INTERIORS LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31st DECEMBER 2003

1. ACCOUNTING POLICIES

- a. The accounts have been prepared under the Historical Cost Convention.
- b. Turnover represents sales to customers excluding Value Added Tax.
- c. Depreciation on tangible fixed assets is provided at the following annual rates in order to write off each asset over its estimated useful life:-

Motor Vehicles	25% Reducing Balance
Office Equipment	15% Reducing Balance

- d. The company has taken advantage of the exemption provided by Financial Reporting Standard No 1 from producing a cash flow statement on the grounds that it is a small company.

2. TURNOVER

Turnover and (loss) before taxation is attributable to the company's principal activity which arose wholly in the United Kingdom.

3. OPERATING (LOSS)

	2003	2002
The operating (loss) is stated after accounting for:		
	£	£
Depreciation of Tangible Fixed Assets	5,194	1,597
	=====	=====

4. INTEREST PAYABLE

Bank Overdraft	614	360
Bank Loan	266	68
Hire Purchase Interest	527	840
Other Interest	9	116
	-----	-----
	1,416	1,384
	=====	=====

MFW INTERIORS LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31st DECEMBER 2003

5. TAXATION

The company has no liability to Corporation Tax due to the losses sustained during the accounting period and the accumulated losses brought forward from previous years.

6. FIXED ASSETS

Tangible Assets

	Office Equipment	Motor Vehicles	Total
	£	£	£
COST			
At beginning of year	1,277	7,500	8,777
Additions	-	15,908	15,908
	-----	-----	-----
At end of year	1,277	23,408	24,685
	=====	=====	=====
DEPRECIATION			
At beginning of year	191	3,281	3,472
Charge for year	163	5,031	5,194
	-----	-----	-----
At end of year	354	8,312	8,666
	=====	=====	=====
NET BOOK VALUE			
At 31st December 2003	923	15,096	16,019
	=====	=====	=====
At 31st December 2002	1,086	4,219	5,305
	=====	=====	=====

MFW INTERIORS LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31st DECEMBER 2003

	2003	2002
	£	£
7. DEBTORS		
Amounts falling due within one year:		
Income Tax Recoverable	-	3,481
Other Debtors	-	609
	-----	-----
	-	4,090
	=====	=====
8. CREDITORS		
Amounts falling due within one year:		
Bank Overdraft	9,205	7,178
Bank Loan	1,851	1,851
Other Taxation and Social Security	26,082	18,639
Accruals and Deferred Income	4,100	2,650
Hire Purchase Liabilities	3,739	2,059
Other Creditor	13,919	350
	-----	-----
	58,896	32,727
	=====	=====
Amounts not falling due within one year:		
Bank Loan	1,323	2,755
Hire Purchase Liabilities	2,319	-
	-----	-----
	3,642	2,755
	=====	=====

MFW INTERIORS LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31st DECEMBER 2003

	2003	2002
	£	£
9. BANK LOAN AND OVERDRAFT		
The aggregate amount of bank loan and overdraft was as follows:		
Falling due within one year	11,056	9,029
Falling due after one year	1,323	2,755
	-----	-----
	12,379	11,784
	=====	=====
10. DIRECTOR'S INTERESTS		
The other creditor of £13,919 (2002 £350) is an amount due to the director there being no interest or repayment terms.		
11. CALLED UP SHARE CAPITAL		
Authorised:		
1,000 Ordinary Shares of £1 each	1,000	1,000
	=====	=====
Allotted, Called Up and Fully Paid		
100 Ordinary Shares of £1 each	100	100
	=====	=====
12. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS		
Opening Shareholders' Funds	(26,087)	(5,696)
(Loss) for the Financial Year	(20,344)	(20,391)
	-----	-----
Closing Shareholders' Funds	(46,431)	(26,087)
	=====	=====