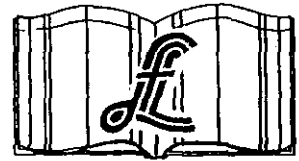


DAVID F. LEE
ASSOCIATES
LIMITED

Co. Hse



Accountants & Business
Development Advisors

GUILD DECORATION LTD

FINANCIAL STATEMENTS FOR THE YEAR ENDED

31 AUGUST 2004

Company Registration No. 4506257



INVESTOR IN PEOPLE

David F. Lee F.C.C.A.
Director

Diamond House
Diamond Court
Bakewell

Derbyshire DE45 1EW

Tel: 01629 815120

Fax: 01629 815323

Mobile: 07860 717295

VAT Reg. No. 419 7531 35

Company Registration No. 4864538

GUILD DECORATION LTD

COMPANY INFORMATION

Director	Mr D Bradbury
Secretary	Mrs D Bradbury
Company Number	4506257
Registered Office	Highfields Pursglove Drive Tideswell Derbyshire SK17 8PA
Reporting Accountants	David F Lee Associates Limited Diamond House Diamond Court BAKEWELL Derbyshire DE45 1EW

GUILD DECORATION LTD

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GUILD DECORATION LTD

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 AUGUST 2004

The director has pleasure in presenting his annual report together with the financial statements for the year ended 31 August 2004.

DIRECTORS RESPONSIBILITIES

Company law requires the director to prepare financial statements for each financial year which give a true and fair view. In preparing those financial statements, the director is required to:-

- Select suitable accounting policies and then apply them consistently, making judgements and estimates that are prudent and reasonable;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for maintaining 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. He is 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.

DIRECTOR'S SHAREHOLDINGS

The director who served during the year and his beneficial interests in the company's issued ordinary share capital were:

	Number of Shares
D Bradbury	1

PROFIT, DIVIDENDS AND APPROPRIATIONS

The results for the period are shown on the profit & loss account on page 4.

A dividend of £24,778 per share is proposed and the remaining profit for the period transferred to reserves.

PRINCIPAL ACTIVITY

The company's principal activity is Interior and Exterior Decorating.

CLOSE COMPANY STATUS

The company is a close company within the provisions of the Income and Corporation Taxes Act, 1985.

Mrs D Bradbury

D. L. Bradbury
Secretary

GUILD DECORATION LTD

ACCOUNTANTS' REPORT TO THE DIRECTORS OF
GUILD DECORATION LTD

We report on the financial statements for the year ended 31 August 2004 set out on pages 6 to 11.

Respective Responsibilities Of Directors And Reporting Accountants

As described on page 4 the company's directors are responsible for the preparation of the financial statements 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 financial statements 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 the report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the financial statements are in agreement with the 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 financial statements 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 financial statements 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)



DAVID F LEE ASSOCIATES
Chartered Certified Accountants
Diamond House
Diamond Court
Bakewell
Derbyshire
DE45 1EW

GUILD DECORATION LTD

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED
31 AUGUST 2003

	£	2003
SALES	99,783	41,455
Cost of Sales	<u>58,023</u>	<u>22,123</u>
GROSS PROFIT	41,760	19,332
Administration Costs	<u>12,561</u>	<u>4,967</u>
PROFIT BEFORE INTEREST	29,195	14,365
Interest Paid	(83)	
Interest Received	<u>25</u>	<u>6</u>
NET BEFORE TAX	29,141	14,371
Corporation tax	<u>6,236</u>	<u>1,018</u>
NET PROFIT AFTER TAX	22,905	13,353
DIVIDEND PAID	<u>24,778</u>	<u>11,670</u>
(DEFICIT)/SURPLUS FOR PERIOD	(1,873)	1,683
SURPLUS BROUGHT FORWARD	<u>1,683</u>	<u>-</u>
SURPLUS/(DEFICIT) CARRIED FORWARD IN RESERVES	<u>£(190)</u>	<u>£1,683</u>

The notes on pages 8 to 11 form part of these financial statements

GUILD DECORATION LTD

BALANCE SHEET AS AT
31 AUGUST 2004

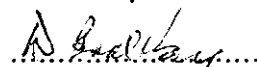
	Note	£	2003
FIXED ASSETS			
	1	1,930	2,574
CURRENT ASSETS			
Trade Debtors		8,424	5,224
Cash at Bank		<u>2,031</u>	<u>982</u>
		10,455	6,206
CURRENT LIABILITIES			
Creditors & Accruals	2	<u>12,574</u>	<u>7,096</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>(2,119)</u>	<u>(890)</u>
TOTAL FUNDS EMPLOYED		<u>£(189)</u>	<u>£1,684</u>
FINANCED BY			
SHAREHOLDERS FUNDS			
Share Capital	3	1	1
Profit & Loss Account	4	<u>(190)</u>	<u>1,683</u>
TOTAL SHAREHOLDERS FUNDS		<u>£ (189)</u>	<u>£1,684</u>

The notes on pages 8 to 11 form part of these financial statements

The director confirms:

- a) the company is entitled to exemption under s249A(1) Co. Act 1985 from the requirement to have its accounts audited
- b) no notice has been deposited under s249B(2) by holders of 10% or more of the company's shares
- c) and acknowledge their responsibilities for
 - i) ensuring that the company keeps accounting records which comply with s221 of the act
 - ii) preparing accounts which give a true and fair view of affairs of the company as at the year end date above and of its profit or loss for the year in accordance with the requirements of s226 of the Act and which otherwise comply with the requirements of the Act, so far as applicable to the company.

D Bradbury



Director

GUILD DECORATION LTD
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 AUGUST 2004

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF ACCOUNTS

The financial statements are prepared under the historical cost convention and incorporate the results of the principal activity which is described in the directors report and which is continuing.

1.2 TURNOVER

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

1.3 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost or valuation less depreciation.

Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Motor vehicles	25% reducing balance basis
Equipment	25% reducing balance basis

1.4 DEFERRED TAXATION

Provision is made for taxation deferred as a result on material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the director, there is a reasonable probability that a liability or asset will crystallise in the near future.

1.5 TURNOVER

During the year the company exported NIL% of its turnover (2001:NIL%) to other member countries of the European Community.

1.6 OPERATING PROFIT/(LOSS)

The operating profit/(loss) is stated after charging:

	£	2003
Depreciation of tangible fixed assets	<u>644</u>	<u>300</u>

1.7 TAXATION

Corporation Tax at 19%	<u>4,920</u>	<u>1,018</u>
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GUILD DECORATION LTD
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 AUGUST 2004

1.8 TANGIBLE FIXED ASSETS

	Motor Vehicles	Equipment	Total
COST			
At 1 st September 2003	2,848	26	2,874
Purchases	-	-	-
At 31 August 2004	<u>2,848</u>	<u>26</u>	<u>2,874</u>
DEPRECIATION			
At 1 st September 2003	297	3	300
Charge for the year	<u>638</u>	<u>6</u>	<u>644</u>
At 31 August 2004	<u>935</u>	<u>9</u>	<u>944</u>
NET BOOK VALUE			
At 31 August 2004	<u>£1,913</u>	<u>£ 17</u>	<u>£1,930</u>
At 31 August 2003	<u>£2,551</u>	<u>£ 23</u>	<u>£2,574</u>

2. CREDITORS

AMOUNTS FALLING DUE WITHIN ONE YEAR

	£	2003
Hire Purchase	-	950
Trade Creditors	595	120
Taxation and Social Security	5,259	4,163
Accruals	1,800	845
Corporation Tax	<u>4,920</u>	<u>1,018</u>
	<u>£12,574</u>	<u>£7,096</u>

3. CALLED UP SHARE CAPITAL

	£	2003
AUTHORISED		
Ordinary shares of £1 each	1,000	1000
ALLOTTED		
Ordinary shares of £1 each, fully paid	1	1

PROFIT & LOSS ACCOUNT

	£	2003
Surplus/(Deficit) for the year	(1,873)	1,683
Shareholders funds at 1 September 2003	<u>1,684</u>	<u>1</u>
Shareholders funds at 31 August 2004	<u>£(189)</u>	<u>£1,684</u>

5. CONTINGENT LIABILITIES

The company had no contingent liabilities at 31 August 2004

6. CAPITAL COMMITMENTS

At the year end the company had no capital commitments