

COMPANY NO: 436135

KALON LIMITED

REPORT AND ACCOUNTS
YEAR ENDED 31 DECEMBER 1994



KALON LIMITED

REPORT OF THE DIRECTORS

The directors present their report and the audited accounts of the company for the year ended 31 December 1994.

PRINCIPAL ACTIVITIES

On 1 January 1986 the company transferred its trading assets and undertakings to its holding company, Kalon Group PLC and did not trade during the year.

DIRECTORS

The present directors of the company are:-

P.R. Jackson
E. Smith

The present directors are also directors of the holding company and their beneficial interest in the shares of the holding company are shown in those accounts.

AUDITORS AND GENERAL MEETINGS

By an elective resolution pursuant to section 379A of the Companies Act 1985 passed on 9 November 1994 the company dispensed with the annual appointment of auditors, the holding of annual general meetings and the laying of accounts and reports before the general meeting.

Accordingly Robson Rhodes are deemed to have been re-appointed in accordance with section 386 of that Act.

ON BEHALF OF THE BOARD



S. WEBB
Secretary

7 March 1995

Huddersfield Road,
Birstall,
Batley,
West Yorkshire.

KALON LIMITED
BALANCE SHEET - 31 DECEMBER 1994

	<u>Note</u>	<u>1994</u> £	<u>1993</u> £
DEBTORS - owing by holding company		<u>4,584,389</u>	<u>4,584,389</u>
CAPITAL AND RESERVES			
CALLED UP SHARE CAPITAL	1	350,000	350,000
RESERVES			
Profit and loss account		2,200,989	2,200,989
Revaluation reserve		2,033,400	2,033,400
SHAREHOLDERS FUNDS		<u>4,584,389</u>	<u>4,584,389</u>

Approved by the Board of Directors:



 PAUL RODNEY JACKSON

7 March 1995

KALON LIMITED

NOTES TO THE ACCOUNTS
YEAR ENDED 31 DECEMBER 1994

1.	CALLED UP SHARE CAPITAL	<u>1994</u> £	<u>1993</u> £
	Authorised 500,000 ordinary shares of £1 each	500,000	500,000
	Allotted and fully paid 350,000 ordinary shares of £1 each	350,000	350,000
2.	DIRECTORS' REMUNERATION		
	The directors received no remuneration during the year (1993: Nil).		
3.	HOLDING COMPANY		
	The company is a wholly owned subsidiary of Kalon Group PLC, a company incorporated in England and Wales.		

KALON LIMITED

DIRECTORS' RESPONSIBILITIES FOR THE ACCOUNTS

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company for that period. In preparing these accounts, the directors have selected suitable accounting policies and applied them consistently; made judgments and estimates that are reasonable and prudent; followed applicable accounting standards; and prepared the accounts on the going concern basis.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS' REPORT TO THE SHAREHOLDERS OF KALON LIMITED

We have audited the accounts on pages 2 and 3.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described above the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

OPINION

In our opinion the accounts give a true and fair view of the state of affairs of the company at 31 December 1994 and have been properly prepared in accordance with the Companies Act 1985.



ROBSON RHODES

Chartered Accountants and Register Auditor

Leeds

7 March 1995