

07.024

COMPANY NO: 517829

J. CHADWICK & CO. LIMITEDREPORT AND ACCOUNTS FOR THE YEAR ENDED31 DECEMBER 1995

COUNTRY OF REGISTRATION

ENGLAND

REGISTERED OFFICE

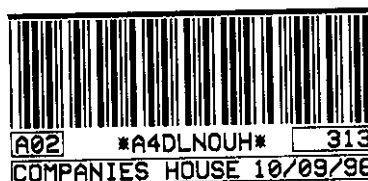
LEES STREET
SWINTON
MANCHESTER
M27 6DA

DIRECTORS:

S. DOW
B. BOOTH

SECRETARY:

B. BOOTH



J. CHADWICK & CO. LIMITEDREPORT OF THE DIRECTORS

The Directors submit their report and statement of accounts for the year ended 31 December, 1995.

1. PRINCIPAL ACTIVITY

During the year the company has not traded, has not incurred any liabilities and consequently has made neither profit nor loss. A profit and loss account has not been prepared.

2. DIVIDEND

The directors do not recommend the payment of a dividend.

3. DIRECTORS

The following served as Directors during the year:-

S. DOW
B. BOOTH

4. DIRECTORS' INTEREST

The Directors have no beneficial interest in the shares of either the company or of Coats Viyella Plc, the ultimate parent company.

Mr. S. Dow and Mrs. B. Booth are both Directors of the Company's holding company, Carrington Viyella (Northern) Ltd. and their interests in the share or loan capital of Coats Viyella Plc are shown in the Directors' Report of Carrington Viyella (Northern) Ltd.

By order of the Board



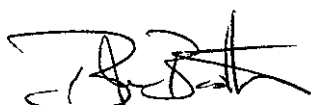
B. BOOTH
Secretary

J. CHADWICK & CO. LIMITEDBALANCE SHEET - 31 DECEMBER 1994

| | <u>Note</u> | <u>31 DEC</u> <u>1995</u> £ | <u>31 DEC</u> <u>1994</u> £ |
|---|-------------|-----------------------------------|-----------------------------------|
| <u>CREDITORS - AMOUNTS FALLING DUE</u> <u>AFTER MORE THAN ONE YEAR</u> | | | |
| Amounts owed to group companies | 3 | <u>(15,556,347)</u> | <u>(15,556,347)</u> |
| Represented by:- | | | |
| <u>CAPITAL AND RESERVES</u> | | | |
| CALLED UP SHARE CAPITAL | 4 | <u>210,000</u> | <u>210,000</u> |
| RESERVES | | | |
| Other reserves | | 61,024 | 61,024 |
| Profit and loss account | | <u>(15,827,371)</u> | <u>(15,827,371)</u> |
| Total reserves | | <u>(15,766,347)</u> | <u>(15,766,347)</u> |
| | | <u>(15,556,347)</u> | <u>(15,556,347)</u> |

The company was dormant (within the meaning of Section 250 of The Companies Act 1985) throughout the period ended 31 December 1995.

Approved by the Board of Directors on 27/8/1996 and signed on their behalf.



Director

J. CHADWICK & CO. LIMITEDNOTES TO ACCOUNTS - 31 DECEMBER, 19951. BASIS OF ACCOUNTING

The accounts are prepared on the basis of historical cost and in accordance with applicable accounting standards.

2. ACTIVITIES

During the year the company has not traded, has not incurred any liabilities and consequently has made neither profit nor loss. None of the Directors received any emoluments in respect of their services to the company.

3. CREDITORS

The loans from group companies have no specified dates of repayment but are only repayable on the receipt of twelve months notice, and do not bear interest.

4. CALLED UP SHARE CAPITAL

The share capital of the company consists of the following:-

| | <u>Authorised</u> | | <u>Issued and Fully paid</u> | |
|-------------------------------|-------------------|----------------|------------------------------|----------------|
| | Number | £ | Number | £ |
| Ordinary shares of £1 each | <u>250,000</u> | <u>250,000</u> | <u>210,000</u> | <u>210,000</u> |

5. ULTIMATE PARENT COMPANY

The company's ultimate parent company is Coats Viyella Plc., a company incorporated in England and Wales and for which group accounts are prepared. Copies of the Group financial statements are available from the parent company's registered office at 28 Savile Row, London.