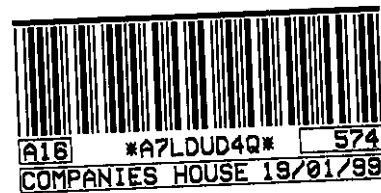


COMPANY NO: 659101

TALBOT DESIGNS LIMITED
ABBREVIATED ACCOUNTS
YEAR ENDED 31 MARCH 1998



Central House
Upper Woburn Place
London
WC1H 0QA

RAYNER ESSEX
CHARTERED ACCOUNTANTS

AUDITORS' REPORT TO THE DIRECTORS

OF TALBOT DESIGNS LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the full statutory accounts of the company for the year ended 31 March 1998 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The Directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246(5) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF OPINION

We have carried out procedures we considered necessary to confirm, by reference to the accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the accounts.

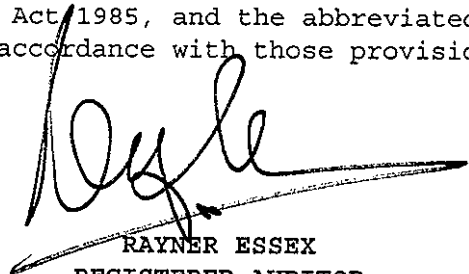
OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246(5) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

Central House
Upper Woburn Place
London

WC1H 0QA

15th January 1999



RAYNER ESSEX
REGISTERED AUDITOR
CHARTERED ACCOUNTANTS

TALBOT DESIGNS LIMITED


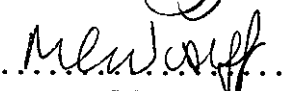
BALANCE SHEET AT 31 MARCH 1998

	Notes	1998 £	1997 £
FIXED ASSETS			
Tangible assets	2	255,147	237,576
CURRENT ASSETS			
Stocks		35,553	25,496
Debtors		347,598	374,503
Cash at bank and in hand		11	-
		383,162	399,999
CREDITORS - amounts falling due within one year		(348,287)	(348,711)
NET CURRENT ASSETS		34,875	51,288
TOTAL ASSETS LESS CURRENT LIABILITIES		290,022	288,864
CREDITORS - amounts falling due after more than one year		(25,472)	(13,347)
Provision for liabilities and charges		(6,349)	(6,349)
		£ 258,201	£ 269,168
CAPITAL AND RESERVES			
Called up share capital	4	30,000	30,000
Revaluation reserve		54,730	54,730
Profit and loss account		173,471	184,438
EQUITY SHAREHOLDERS' FUNDS		£ 258,201	£ 269,168

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Directors

on 11 January 1999


)
 C M Woolff)
) DIRECTORS

)
 M C Woolff)

The notes on pages 3 to 4 form part of these accounts.

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 1998

1. ACCOUNTING POLICIES

a) Accounting convention

The accounts are prepared under the historical cost convention (modified to include the revaluation of land and buildings).

b) Depreciation

Depreciation is provided on all tangible fixed assets other than Freehold land and buildings at rates calculated to write-off the cost less estimated residual value of each asset systematically over its expected useful life as follows :

Motor vehicles	25% Reducing balance
Plant and machinery	25% & 15% Reducing balance
Furniture and equipment	15% Reducing balance

No depreciation is provided in respect of freehold property as it is the Company's policy to maintain the property to such a standard that its value is not impaired by the passage of time.

c) Stocks and work in progress

Stocks and work in progress have been valued at the lower of cost and net realisable value.

d) Deferred taxation

Deferred taxation is provided on the liability method on all short-term timing differences except where, in the opinion of the Directors, a liability is unlikely to arise. Provision is also made for long term timing differences where those differences are expected to reverse in the foreseeable future.

e) Leases

Assets held under finance leases and the related lease obligations are recorded in the balance sheet at the fair value of the leased assets at the inception of the leases. The amounts by which the lease payments exceed the recorded lease obligations are treated as finance charges which are amortised over each lease term to give a constant rate of change on the remaining balance of the obligation.

f) Pension contributions

The Company makes contributions to defined contribution pension schemes on behalf of certain of its Directors and employees. Contributions are charged against profits in the year they are payable.

g) Cash flow statement

The Company has taken advantage of the exemptions in FRS 1 in that it qualifies as a small company and does not have to publish a cash flow statement.

TALBOT DESIGNS LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 1998

2. TANGIBLE ASSETS

COST OR VALUATION		Tangible Fixed Assets £
At 1 April 1997		471,536
Additions		45,039
		<hr/>
At 31 March 1998		516,575
		<hr/>
DEPRECIATION		
At 1 April 1997		233,960
Charge for the year		27,468
		<hr/>
At 31 March 1998		261,428
		<hr/>
NET BOOK VALUE		
At 31 March 1998		£ 255,147
		<hr/>
At 31 March 1997		£ 237,576
		<hr/>

3. CREDITORS DUE WITHIN ONE YEAR

	1998	1997
Bank loans and overdrafts	£ 9,829	£ 57,367
	<hr/>	<hr/>

The bank overdraft is secured over the assets of the Company and by a specific charge over the freehold property of the Company.

4. SHARE CAPITAL

	1998	1997
Authorised, allotted, issued and fully paid		
Ordinary shares of 5p each	£ 30,000	£ 30,000
	<hr/>	<hr/>