

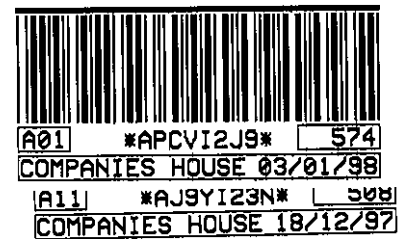
Company No. 891959

ALAN SILVERWOOD LIMITED

ABBREVIATED ACCOUNTS

31ST MARCH 1997

GOMPERTZ, KENDALL & CO.,
Chartered Accountants,
Tricorn House,
51/53 Hagley Road,
Edgbaston,
BIRMINGHAM B16 8TP



AUDITORS REPORT TO ALAN SILVERWOOD LIMITED PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 3 to 5 together with the financial statements of Alan Silverwood Limited prepared under section 226 of the Companies Act 1985 for the year ended 31st March, 1997.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 3 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part 111 of Schedule 8 to that Act, in respect of the year ended 31st March, 1997, and the abbreviated accounts on pages 3 to 5 have been properly prepared in accordance with that Schedule.

Other information

On 13th June, 1997 we reported, as auditors of Alan Silverwood Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31st March, 1997, and our audit report was as follows:

" We have audited the financial statements on pages 3 to 7 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

Respective responsibilities of directors and auditors

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

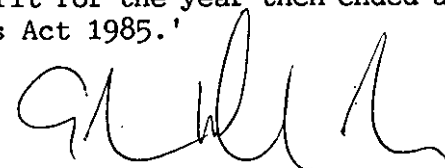
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements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

AUDITORS REPORT TO ALAN SILVERWOOD LIMITED PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO
THE COMPANIES ACT 1985 (continued)

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 financial statements 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 financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st March, 1997 and of its profit for the year then ended and have properly prepared in accordance with the Companies Act 1985.'



Tricorn House,
51/53 Hagley Road,
Edgbaston,
Birmingham B16 8TP.


Gompertz, Kendall & Co
Chartered Accountants &
Registered Auditors
13th June, 1997

ALAN SILVERWOOD LIMITED

BALANCE SHEET AS AT 31ST MARCH 1997

	NOTES	<u>1997</u>	<u>1996</u>
FIXED ASSETS			
Tangible Assets	3a & 4	818869	801393
Investments	3b	<u>20098</u>	<u>20098</u>
		838967	821491
CURRENT ASSETS			
Stock		50286	46500
Debtors		166816	162493
Cash in Hand		230	194
Barclays Bank PLC.		<u>97780</u>	<u>9846</u>
		315112	219033
CREDITORS: Amounts becoming due and payable within one year		<u>187079</u>	<u>178906</u>
NET CURRENT ASSETS		<u>128033</u>	<u>40127</u>
NET ASSETS		<u>£967000</u>	<u>£861618</u>
CAPITAL AND RESERVES			
Called-Up Share Capital	5	1000	1000
Building Reserve	4	501596	501596
Profit and Loss Account		<u>464404</u>	<u>359022</u>
		<u>£967000</u>	<u>£861618</u>

In delivering these accounts, the directors have relied upon the exemptions conferred by Schedule 8 to the Companies Act 1985 on the grounds that the Company is entitled to the benefit of those exemptions as a small company.

A. Silverwood  - Director
Signed on behalf of the Board.

These Accounts were approved by the Directors on 13th June, 1997

The notes on pages 4 and 5 form part of these accounts.

ALAN SILVERWOOD LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1997

1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the Company's Accounts.

(a) Basis of Accounting

The Accounts have been prepared under the Historical Cost Convention.

(b) Depreciation

Depreciation is calculated so as to write off the cost of tangible fixed assets over their estimated useful lives as follows:-

Plant, Office Equipment etc	25% Reducing Balance
Motor Vehicles	25% Reducing Balance
Leasehold Buildings and Expenditure thereon	No depreciation has been provided for since the property has been shown in the accounts at a professional valuation.

(c) Stock and Work in Progress

Stock and work in progress are valued at the lower of cost or net realisable value.

(d) Turnover

Turnover represents amounts invoiced in respect of goods sold during the year, excluding value added tax.

(e) Cash Flow Statement

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

2. AUDITORS REMUNERATION

<u>1997</u>	<u>1996</u>
£ <u>2800</u>	£ <u>2800</u>

ALAN SILVERWOOD LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1997

3. FIXED ASSETS

(A) Tangible Assets

Cost

At 1st April 1996	971750
Additions	32660
Disposals	(19834)
At 31st March 1997	<u>£984576</u>

Depreciation

At 1st April 1996	170357
Charge for the year	13651
Disposals	(18301)
At 31st March 1996	<u>£165707</u>

Net Book Value

At 31st March 1997	<u>£818869</u>
At 31st March 1996	<u>£801393</u>

(B) Investment of £20098 (1996 £20098) represents cost of shares in Casa Turnbury Ltd.

4. BUILDINGS RESERVE

This Reserve represents the benefit of fire insurance claims on the buildings, a like amount having been expended on refurbishments included in tangible fixed assets. No provision has been made for any Capital Gains Tax Liability, should the property in future be disposed of at this revaluation figure.

5. SHARE CAPITAL

Authorised

1000 Ordinary Shares of £1 each

<u>1997</u>	<u>1996</u>
£ <u>1000</u>	£ <u>1000</u>

Allotted, Called-Up and Fully Paid

1000 Ordinary Shares of £1 each

£ <u>1000</u>	£ <u>1000</u>
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6. CONTINGENT LIABILITIES

One of the company's tenants that has a full repairing lease has subsequently gone into liquidation leaving a dilapidation liability of approximately £150,000 which liability now falls on this company.

The liability in respect of Corporation Tax relating to earlier years following negotiations which took place between the company and the Inland Revenue quantified the amount of such immediate liability in a sum of £41,670 all of which has been paid. There is in addition a Chargeable Gain subject to hold over relief.