

"RATIONAL" BUILT-IN KITCHENS (U.K.) LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 1999

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"RATIONAL" BUILT-IN KITCHENS (U.K.) LIMITED**BALANCE SHEET AT 31ST DECEMBER 1999**

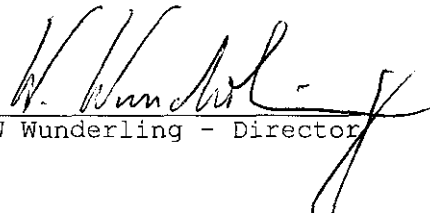
	Note	1999	1998
		£	£
FIXED ASSETS			
Tangible Assets	2	41392	44707
CURRENT ASSETS			
Debtors		300273	202772
Cash at Bank and in Hand		<u>234992</u>	<u>791081</u>
		535265	993853
CURRENT LIABILITIES			
Due within one year		(325327)	(802078)
NET CURRENT ASSETS		<u>209938</u>	<u>191775</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		251330	236482
OTHER LIABILITIES			
Due after one year		(200000)	(200000)
		<u>£51330</u>	<u>£36482</u>
		=====	=====
CAPITAL AND RESERVES			
Called up Share Capital	3	1000000	1000000
Profit and Loss Account		(948670)	(963518)
		<u>£51330</u>	<u>£36482</u>
		=====	=====

The Directors have taken advantage of the exemption conferred by Section A of Part III of Schedule 8 of the Companies Act 1985, and have done so on the grounds that in their opinion the Company is entitled to those exemptions as a small company.

The attached notes form an integral part of these financial statements.

Approved by the Board on 9th October 2000.

Signed on behalf of the board of directors.


W Wunderling - Director

"RATIONAL" BUILT-IN KITCHENS (U.K.) LIMITED**NOTES TO THE ACCOUNTS****FOR THE YEAR ENDED 31ST DECEMBER 1999****1. ACCOUNTING POLICIES**

The following accounting policies have been applied consistently in dealing with items which are considered to be material to the Company's financial statements.

Historical Cost Convention

The financial statements are prepared under the historical cost convention according to accounting rules set out in Schedule 4 to the Companies Act 1985.

Depreciation

Depreciation of Tangible Fixed Assets is calculated to write off the cost of each asset over its expected useful life at the following annual rates:

Short Leasehold Premises	Over the period of the lease
Plant and Equipment	15% - 25% Reducing Balance
Motor Vehicles	25% Reducing Balance

Deferred Taxation

Provision is made, using the liability method, for taxation deferred by capital allowances on fixed assets and other timing differences, to the extent that the Directors consider that a liability will crystallise in the foreseeable future.

Foreign Currencies

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date.

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction.

Exchange gains or losses are taken to the profit and loss account.

Operating Lease Contracts

Rentals payable under operating leases are, like other costs, charged to the profit and loss account or to fixed assets as appropriate.

"RATIONAL" BUILT-IN KITCHENS (U.K.) LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 1999

2. TANGIBLE FIXED ASSETS

<u>Cost</u>	<u>Opening Balance</u> £	<u>Additions</u> £	<u>Disposals</u> £	<u>Closing Balance</u> £
Short Leasehold Premises	133899	-	-	133899
Plant and Equipment	5245	-	-	5245
Motor Vehicles	69379	8995	(12350)	66024
	<u>£208523</u>	<u>£8995</u>	<u>£(12350)</u>	<u>£205168</u>
	=====	=====	=====	=====
<u>Depreciation</u>	<u>Opening Balance</u> £	<u>Charge for the year</u> £	<u>Disposals</u> £	<u>Closing Balance</u> £
Short Leasehold Premises	133899	-	-	133899
Plant and Equipment	1493	760	-	2253
Motor Vehicles	28424	11108	(11908)	27624
	<u>£163816</u>	<u>£11868</u>	<u>£(11908)</u>	<u>£163776</u>
	=====	=====	=====	=====
<u>Net Book Value</u>	<u>Opening Balance</u> £			<u>Closing Balance</u> £
Short Leasehold Premises	-			-
Plant and Equipment	3752			2992
Motor Vehicles	40955			38400
	<u>£44707</u>			<u>£41392</u>
	=====			=====

3. SHARE CAPITAL

Ordinary Shares of £1 each:

	1999	1998
Authorised, Issued and Fully Paid	<u>£1000000</u>	<u>£1000000</u>
	=====	=====

"RATIONAL" BUILT-IN KITCHENS (U.K.) LIMITED**AUDITORS' REPORT TO THE DIRECTORS OF "RATIONAL" BUILT-IN KITCHENS (U.K.) LIMITED**

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 1 to 3 together with the full financial statements of the company for the year ended 31st December 1999. The scope of our work for the purpose of this report was limited to confirming that the Company is entitled to the exemptions claimed in the directors' statement on page 1 and that the abbreviated accounts have been properly prepared from the full financial statements.

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 III of Schedule 8 to that Act in respect of the year ended 31st December 1999 and the abbreviated accounts on pages 1 to 3 have been properly prepared in accordance with that Schedule.

On 9th October 2000 we reported, as auditors of the company, to the members on the full financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31st December 1999 and our audit report was as follows:-

"We have audited the financial statements on pages 5 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 2 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.

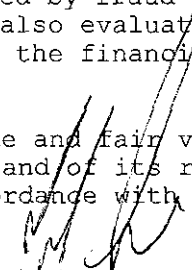
Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit included 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.

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 assurances that the financial statements are free from material mis-statement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of the 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 December 1999 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985".


John Lloyd & Co
Chartered Accountants
and Registered Auditors
Coles House
64d Central Road
Worcester Park
Surrey
KT4 8HY

9th October 2000