

Smith Partnership

1402330

AUDITORS REPORT TO THE DIRECTORS OF
FACTFOCUS LIMITED IN ACCORDANCE WITH PARAGRAPH 10
OF SCHEDULE 8 OF THE COMPANIES ACT 1985

In our opinion the directors are entitled under Sections 247-249 of the Companies Act 1985 to deliver modified accounts in respect of the year ended 30th June 1987 and the modified accounts on pages 2 to 4 have been properly prepared in accordance with Schedule 8 of that Act.

On 16th November 1987 we reported as auditors of Factfocus Limited, to the members on the company's financial statements prepared under Section 227 of the Companies Act 1985 for the year ended 30th June 1987 and our audit opinion was as follows:-

"We have audited the financial statements on pages 3 to 10 in accordance with approved Auditing Standards having regard to the following paragraph.

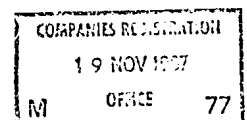
In common with many businesses of similar size and organisation, the company's system of control is dependent upon the close involvement of the Managing Director. Where independent confirmation of the completeness of the accounting records was therefore not available, we have accepted assurances from the Managing Director that all the company's transactions have been reflected in the records.

Subject to the foregoing, in our opinion the financial statements, which have been prepared under the historical cost convention, give a true and fair view of the state of the company's affairs at 30th June 1987 and of its profit and source and application of funds for the year then ended and comply with the Companies Act 1985."

Date: 16th November 1987

Smith Partnership

Chartered Accountants,
Midland Bank Chambers,
26 Cross Street,
Manchester, M2 1ND.

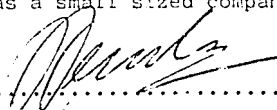



FACTFOCUS LIMITED

MODIFIED BALANCE SHEET AS AT 30th JUNE 1987

		1987	1986
	Notes	£	£
<u>FIXED ASSETS</u>			
Tangible Assets		7,321	11,477
Investments		516,097	386,072
		<u>523,418</u>	<u>397,549</u>
<u>CURRENT ASSETS</u>			
Debtors	2	6,328,286	5,498,803
Other Investments		338,210	94,840
Cash at Bank & in Hand		657	-
		<u>6,667,153</u>	<u>5,593,643</u>
<u>CREDITORS: Amounts falling due within one year</u>	3	<u>4,467,961</u>	<u>3,459,977</u>
<u>NET CURRENT ASSETS</u>		<u>2,199,192</u>	<u>2,133,666</u>
		2,722,610	2,531,215
<u>CREDITORS: Amounts falling due after more than one year</u>	4	<u>952,871</u>	<u>1,352,871</u>
		1,769,739	1,178,344
<u>PROVISIONS FOR LIABILITIES</u>			
Deferred Taxation		20,000	18,000
		<u>1,749,739</u>	<u>1,160,344</u>
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	5	200,000	200,000
Profit & Loss Account		1,549,739	960,344
		<u>1,749,739</u>	<u>1,160,344</u>

We have relied on Sections 247-249 of the Companies Act 1985 as entitling us to deliver modified accounts on the ground that the company is entitled to the benefit of those sections as a small sized company.

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Directors

Date: 16th November 1987

FACTFOCUS LIMITED

NOTES TO THE MODIFIED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30th JUNE 1987

1. ACCOUNTING POLICIES

a) Basis of Accounting

The accounts have been prepared under the historical cost convention.

b) Interest Received

Interest on money lending agreements entered into with customers is credited to the Profit and Loss Account evenly over the period of the loan.

c) Tangible Fixed Assets

Depreciation is provided on all fixed assets at rates calculated to write off the cost less estimated residual value over its estimated useful life as follows:-

Motor Vehicles	25% Reducing Balance
Office Equipment	20% On Cost

No depreciation has been provided on investment properties.

d) Deferred Taxation

Deferred taxation is provided at current rates, but provision is made only where it is thought reasonably probable that the actual liability will arise in the foreseeable future.

2. DEBTORS

Debtors includes:-

- i) An amount due by Blemain Finance Limited. H.N. Moser has a material interest in this company. Factfocus Limited has lent money to Blemain Finance Limited on its usual commercial interest rate terms. Both of these companies trade from the same premises and share overheads.

ii) Jerrold Manufacturing Company	<u>1987</u>	<u>1986</u>
(Textiles) Limited	<u>£369,600</u>	<u>£145,600</u>

FACTFOCUS LIMITEDNOTES TO THE MODIFIED FINANCIAL STATEMENTSFOR THE YEAR ENDED 30th JUNE 1987(Continued)

3. <u>CREDITORS:</u> Amounts falling due within one year includes:	<u>1987</u>	<u>1986</u>
	£	£
Bank Overdraft	3,312,894	2,653,975
Dortex Limited	<u>235,000</u>	<u>-</u>

The bank overdraft is secured by a mortgage debenture on the company's assets.

4. <u>CREDITORS:</u> Falling due after one year includes:	<u>1987</u>	<u>1986</u>
	£	£
Jerrold Manufacturing Company (Textiles) Limited Pension Fund	<u>952,871</u>	<u>1,352,871</u>

The directors of Factfocus Limited have a controlling interest in Jerrold Manufacturing Company (Textiles) Limited and Dortex Limited.

5. <u>CALLED UP SHARE CAPITAL</u>	<u>1987</u>	<u>1986</u>
<u>Authorised</u>	£	£
200,000 Ordinary Shares of £1 Each	<u>200,000</u>	<u>200,000</u>
<u>Allotted, Issued & Fully Paid</u>		
200,000 Ordinary Shares of £1 Each	<u>200,000</u>	<u>200,000</u>

6. CONTINGENT LIABILITY

The company has guaranteed a loan of £505,000.