

Registered No: 1402370

SOLAR SUNSHADES LIMITED

**Abbreviated financial statements
for the year ended 31 December 1997**



Report of the auditors to the directors of Solar Sunshades Limited under schedule 8 paragraph 24 of the Companies Act 1985.

We have examined the abbreviated financial statements on pages 2 to 5 together with the annual financial statements of Solar Sunshades Limited for the year ended 31 December 1997.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Schedule 8 of 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 2 and whether the abbreviated financial statements 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 annual financial statements, that the company is entitled to the exemptions and that the abbreviated financial statements have been properly prepared from those financial statements. The scope of our audit work for the purpose of this report does not include examining or dealing with events after the date of our report on the annual financial statements.

Opinion

In our opinion the company is entitled to the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 and the abbreviated financial statements have been properly prepared in accordance with that schedule.

Coopers Lybrand

Chartered Accountants and Registered Auditors
Swansea, 30 April 1998

SOLAR SUNSHADES LIMITED

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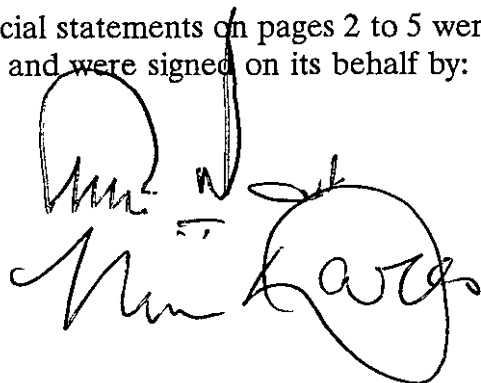
Balance sheet at 31 December 1997

	Notes	1997 £	1996 £
Fixed assets			
Tangible assets	2	-	114,615
Current assets			
Stocks		-	38,258
Debtors		10,000	101,938
Cash at bank and in hand		-	59,916
		10,000	200,112
Creditors: amounts falling due within one year		-	(124,282)
Net current assets		10,000	75,830
Total assets less current liabilities		10,000	190,445
Provision for liabilities and charges		-	(8,000)
Net assets		10,000	182,445
Capital and reserves			
Called up share capital	3	10,000	10,000
Revaluation reserve		-	3,537
Profit and loss account		-	168,908
Equity shareholders' funds		10,000	182,445

Advantage has been taken of the exemptions for small companies conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the grounds that, in the directors' opinion, the company is entitled to benefit from those exemptions as a small company.

The financial statements on pages 2 to 5 were approved by the board of directors on and were signed on its behalf by:

Directors



Notes to the abbreviated financial statements for the year ended 31 December 1997

1 Principal accounting policies

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

Basis of accounting

The financial statements are prepared in accordance with the historical cost convention modified by the revaluation of certain fixed assets.

Tangible fixed assets

The cost of tangible fixed assets is their purchase cost, together with any incidental expenses of acquisition.

Depreciation is calculated so as to write off the cost of tangible fixed assets, less their estimated residual values, on a reducing balance basis over the expected useful economic lives of the assets concerned. The principal annual rates used for this purpose are:

	%
Freehold land and buildings	Nil
Plant and machinery	20
Motor vehicles	25
Fixtures and fittings	20

No depreciation has been provided on the freehold property since in the opinion of the directors the amount is immaterial given the valuation of the property in September 1996 and the transfer to the holding company on 31 December 1997.

Finance leases

Where assets are financed by leasing agreements that give rights approximating to ownership, the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. Depreciation on the relevant assets is charged to the profit and loss account on a reducing balance basis to write off the assets over their expected lives. Lease payments are treated as consisting of capital and interest elements, and the interest is charged to the profit and loss account using the straight line method.

Stocks and work in progress

Stocks and work in progress are stated at the lower of cost and net realisable value. In general, cost is determined on a first in first out basis and includes transport and handling costs. Where necessary, provision is made for obsolete, slow moving and defective stocks.

Turnover

Turnover, which excludes value added tax and trade discounts, represents the invoiced value of goods and services supplied.

Deferred taxation

Provision is made for deferred taxation, using the liability method, on all material timing differences to the extent that it is probable that a liability or asset will crystallise.

2 Tangible fixed assets

	Total £
Cost or valuation	
At 1 January 1997	163,459
Additions	37,449
Disposals	(5,425)
Transfer to holding company	(195,483)
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At 31 December 1997	-
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Depreciation	
At 1 January 1997	48,844
Charge for the year	12,605
Disposals	(3,852)
Transfer to holding company	(57,597)
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At 31 December 1997	-
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Net book value	
At 31 December 1997	-
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At 31 December 1996	114,615
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The company's freehold land and buildings have been included by the directors at a valuation of £70,000 which is based on a valuation carried out by John David Watts and Morgan, chartered surveyors and valuers in September 1996.

3 Called up share capital

	1997	1996
Authorised		
10,000 ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
Allotted and called up		
10,000 ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

4 Contingent liability

The company has given a cross guarantee in respect of a facility of £269,500 given to the ultimate holding company, Solar Sunshades (Bridgend) Limited, in respect of loan stock of £269,500 which has been guaranteed by Midland Bank Plc.

5 Ultimate holding company

The company is a wholly owned subsidiary of Solar Sunshades (Bridgend) Limited and the directors regard this company to be the ultimate holding company.

6 Ultimate control

The directors regard C I Cooke and C Mort to be in ultimate control of the company since these two directors together with their related parties each own 50% of the ultimate holding company.

7 Significant events

On 31 December 1997 the company entered into an agreement with its holding company, Solar Sunshades (Bridgend) Limited, to sell and transfer all assets and business of the company to its holding company at a value equal to the net assets of the company at 31 December 1997.