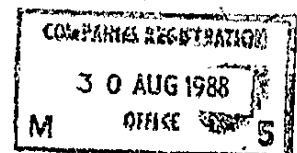


1598 899

SYCAMORE RISE
MODIFIED ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER, 1987

CROSSLEY & DAVIS
CHARTERED ACCOUNTANTS
WIGAN



REPORT OF THE AUDITORS
TO THE DIRECTORS OF SYCAMORE RISE LIMITED
IN COMPLIANCE WITH 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 31st December, 1987 and the attached modified accounts have been properly prepared in accordance with Schedule 8 of that Act. We are not required to express an audit opinion on the truth and fairness of these modified accounts.

On 14th July, 1988 as auditors of Sycamore Rise Limited, we reported to the members on the company's financial statements prepared under Section 227 of the Companies Act 1985 for the year ended 31st December, 1987 and our audit opinion was as follows:-

"We have audited the financial statements on pages 3 to 9 in accordance with approved Auditing Standards.

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

Subject to the foregoing, in our opinion the financial statements give a true and fair view of the state of affairs of the company at 31st December, 1987 and of its loss and source and application of funds for the year then ended and have been properly prepared in accordance with the Companies Act 1985."

Chartered Accountants,
Wigan.

14th July, 1988

SYCAMORE RISE LIMITED

STATEMENT OF ACCOUNTING POLICIES

ACCOUNTING CONVENTION

The financial statements are prepared under the historical cost convention.

TURNOVER

Turnover represents the invoiced amount of services provided.

INTANGIBLE FIXED ASSETS AND AMORTISATION

Intangible fixed assets are stated at cost less accumulated amortisation. The principal annual rate used under the straight line method is:

Goodwill	10%
----------	-----

TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost less accumulated depreciation.

Depreciation is provided so as to write off the cost of the assets over their expected useful economic lives. The principal annual rates used, under the reducing balance method are:

Fixtures and fittings	-	15%
Motor vehicles	-	25%

No depreciation is provided on freehold property and extension costs. This is not in accordance with SSAP 12.

STOCKS

Stocks are valued at the lower of cost and net realisable value.

DEFERRED TAXATION

Deferred taxation is provided under the liability method at the appropriate rate of tax in respect of timing differences between profits as computed for tax purposes and profits as stated in the financial statements to the extent that, in the opinion of the directors, those differences will give rise to tax liabilities in the foreseeable future.

SYCAMORE RISE LIMITED

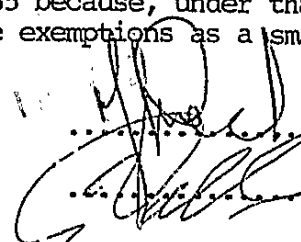
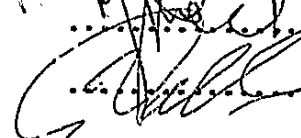
BALANCE SHEET

AS AT 31ST DECEMBER, 1987

	Note	1987	1986
		£	£
FIXED ASSETS			
Intangible assets	4	10,800	12,150
Tangible assets	5	176,953	82,445
		<hr/>	<hr/>
		187,753	94,595
CURRENT ASSETS			
Stocks	6	480	460
Debtors	7	8,963	6,471
Cash at bank and in hand		627	1
		<hr/>	<hr/>
		10,070	6,932
CREDITORS: Amounts falling due within one year	8a	(53,250)	(31,408)
		<hr/>	<hr/>
NET CURRENT LIABILITIES		(43,180)	(24,476)
TOTAL ASSETS LESS CURRENT LIABILITIES		<hr/>	<hr/>
		144,573	70,119
CREDITORS: Amounts falling due after more than one year	8b	(109,870)	(24,833)
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred taxation	9	(2,486)	(2,308)
		<hr/>	<hr/>
		32,217	42,978
CAPITAL AND RESERVES		<hr/>	<hr/>
Called up share capital	10	1,000	1,000
Profit and loss account		31,217	41,978
		<hr/>	<hr/>
		32,217	42,978
		<hr/>	<hr/>

We have relied on the exemptions for individual accounts contained in Sections 247-249 of the Companies Act 1985 because, under that Act, the company is entitled to benefit from those exemptions as a small company.

Approved by the board on 14th July, 1988

 Director
 Director

SYCAMORE RISE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

8. CREDITORS

	1987	1986
	£	£
a. Amounts falling due within one year		
Bank loans and overdrafts	39,112	13,319
Corporation tax	-	5,012
Directors loan account	9,832	9,832
Accruals	4,306	3,245
	<u>53,250</u>	<u>31,408</u>
b. Amounts falling due after more than one year	£	£
Bank loans and overdrafts	109,870	24,833
	<u>109,870</u>	<u>24,833</u>

The bank loans and overdraft are secured by a charge on the freehold property.

10. SHARE CAPITAL

	1987	1986
	£	£
Authorised		
Ordinary shares of £1 each	1,000	1,000
	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
Ordinary shares of £1 each	1,000	1,000
	<u>1,000</u>	<u>1,000</u>