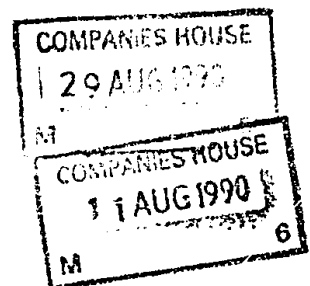


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RIVERSIDE ELECTRICAL WHOLESALERS
LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30TH JUNE 1989

RAEI & CO
CERTIFIED ACCOUNTANTS



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**RIVERSIDE ELECTRICAL WHOLESALERS
LIMITED
REPORT OF THE DIRECTORS**

DIRECTORS : 1. MR Avtar Singh
2. MRS Manjit Kaur Singh

PRINCIPAL ACTIVITIES, BUSINESS REVIEW AND FUTURE DEVELOPMENTS:

The company was incorporated on 11th May 1987 and the principal activities of the Company are retail and wholesale of electrical goods. The Company is now well established and progressively consolidating the sales.

DIVIDENDS AND APPROPRIATIONS:

In view of the Company's current and future requirements for the maintenance and development of its business, the directors do not recommend the payment of dividend for the period.

FIXED ASSETS

Changes in the Fixed Assets of the Company during the period were as specified in the notes which form part of these financial statements.

DIRECTORS INTEREST IN SHARES

The directors throughout the period were as stated at the head of this report and the number of shares in the Company in which they had an interest, as defined by Companies Act 1985, was as follows:

Ordinary Shares £1
30th June 1988/89

Name

Mr Avtar Singh (Director)	99
Mrs Manjit Kaur Singh (Director Sect)	1

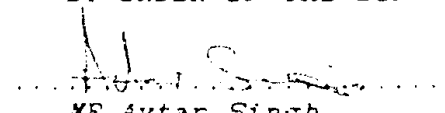
CLOSE COMPANY:

The company is a close company within the meaning of the Income and Corporation Taxes Act 1970 (as amended).

AUDITORS:

At the forthcoming Annual General Meeting it will be proposed that a resolution be passed re-appointing Messers Raei & Co. to continue in office as auditors of the Company.

BY ORDER OF THE BOARD


MR Avtar Singh

Date 7/12/90

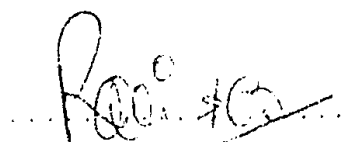
**AUDITOR'S REPORT TO MEMBERS OF
RIVERSIDE ELECTRICAL WHOLESALERS
LIMITED**

**FOR THE PERIOD ENDED
30ST JUNE 1989**

We have audited the Financial Statements from pages 5 to 9. Our audit was conducted in accordance with the approved Auditing Standards having regard to the matters referred to in 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 Directors (who are the major shareholders). Where independent confirmation of the completeness of the accounting records were not available, we have accepted assurance 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, which have been prepared under the historical cost convention, give true and fair view of the state of the Company's affairs as at 30th June 1989 and of its results for the year then ended and comply with the Companies Act 1985.



RAEI & CO
Certified Accountants
11 Sunnyside
Childshill
London NW2 2QP
Tel: 071 435 8989
Fax: 071 435 6375

**RIVERSIDE ELECTRICAL WHOLESALERS
LIMITED**

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED
30TH JUNE 1989**

	Note	1988 £	1989 £
TURNOVER	1	44593	75302
Cost of Sales		32032	53081
		-----	-----
GROSS PROFIT	2	12561	22221
Distribution and Administrative Cost		(15201)	(11811)
		-----	-----
OPERATING PROFIT / (LOSS)	3	(2640)	8603
Interest payable		-	-
		-----	-----
PROFIT / (LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		(2640)	8603
Taxation		-	-
		-----	-----
PROFIT / (LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION		(2640)	8603
PROFIT / (LOSS) B/FWD		-----	(2640)
		-----	-----
Retained Profit / (Loss) C/FWD		(2640)	5963
		=====	=====

**RIVERSIDE ELECTRICAL WHOLESALERS
LIMITED
BALANCE SHEET AS AT
30ST JUNE 1989**

	Note	1988	1989
		£	£
FIXED ASSETS			
Tangible Assets	3	3242 =====	3712 =====
CURRENT ASSETS			
Bank Account			985
Stock		19735	13261
Trade Debtors		3394	7161
Cash in Hand		100	100
		-----	-----
		23229	21507
		=====	=====
CREDITORS: AMOUNT FALLING DUE WITHIN ONE YEAR			
Bank Overdraft		3165	-
Trade Creditors		4139	8812
Other Creditors		2989	1266
Directors Current A/C	4	18728	8078
		-----	-----
		29011	18156
		=====	=====
TOTAL ASSET LESS CURRENT LIABILITIES		(2540) =====	6063 =====
SHARE CAPITAL AND RESERVES			
Called up Share Capital	5	100	100
Profit and Loss Account		(2640)	5963
		-----	-----
		£ (2540)	6063
		=====	=====

DIRECTOR: -----

**RIVERSIDE ELECTRICAL WHOLESALEERS
LIMITED
SOURCE AND APPLICATION OF
FUNDS STATEMENT FOR THE PERIOD
ENDED 30TH JUNE 1989**

	1988	1989
	£	£
SOURCE OF FUNDS		
Profit / (Loss) Before Taxation	(2640)	8603
Items not involving the movement of funds: Depreciation	776	630
	-----	-----
FUNDS (ABSORBED)/GENERATED FROM OPERATIONS	(1864)	9233
OTHER FUNDS :		
Directors Loan	18728	
Shares Capital	100	
APPLICATION OF FUNDS		
Paid to Directors		(10650)
Purchase of Fixed Assets	(4015)	(100)
	-----	-----
	12946	(1517)
	=====	=====
COMPRISING OF :		
Increase / (decrease) in Stock	19735	(6474)
Increase / (decrease) in Debtors	3394	3767
(Increase) / decrease in Creditors	(7118)	205
(Increase) / decrease in Bank Overdraft	(3065)	985
	-----	-----
INCREASE / (DECREASE) IN WORKING CAPITAL	£ 12964	(1517)
	=====	=====

**RIVERSIDE ELECTRICAL WHOLESALERS
LIMITED
NOTES FORMING PART OF THE
FINANCIAL STATEMENTS FOR
THE PERIOD ENDED 30TH JUNE 1989**

1. ACCOUNTING POLICIES

These Financial Statements have been prepared in accordance with the historical cost convention which assumes the continuing support of the Company's bankers, directors
The principal accounting policies which directors have been adopted within that convention are set out below.

a. DEPRECIATION

Depreciation is calculated on a reducing balance method so as to write-off the cost of fixed asset over their expected useful life. The annual rate adopted are as follows:

Equipment	20% on reducing balance
Fixtures & fittings	10% on reducing balance
Van	35% on reducing balance

b. TURNOVER

Turnover is total amount, excluding value added tax, of sales and goods rendered.

c. STOCK

Stock is valued by the directors at the lower of costs or Net Realisable Value.

2. OPERATING PROFIT

Operating profit is arrived at after charging:

	1988	1989
	£	£
Depreciation of tangible asset	776	630
Auditors' Remuneration	600	600

3. TANGIBLE ASSETS

COST	VAN	FIX & FIT	EQUIP'T	TOTAL
Balance B/Fwd	1700	1124	1194	4018
Addition			100	
At 30/6/90	1700	1124	1294	4118
DEPRECIATION				
Balance B/Fwd	425	112	239	776
Charge for the period	318	101	211	630
At 30/6/90	743	213	450	1406
NET BOOK VALUE				
AT 30/6/90	957	911	844	2712

4. DIRECTORS CURRENT ACCOUNT

Balance B/Fwd	18728
Air Ticket	134
Drwn by Mr A Singh	10516

	10650
Balance C/Fwd	-----
	8078
	=====

6. CALLED UP SHARE CAPITAL

	£
Authorised	100
Issued and Fully Paid	100

RIVERSIDE ELECTRICAL WHOLESALERS

LIMITED DETAILED PROFIT AND LOSS ACCOUNTS FOR THE PERIOD ENDED 30TH JUNE 1989

	1989		1988	
	£	£	£	£
TURNOVER		75502		44593
COST OF SALES				
Opening Stock	19735		-	
Purchases	46607		51767	
Less: Closing Stock	(13261)		(19735)	
		53081		32032
GROSS PROFIT		22221		12561
Less: OVERHEADS				
Rent and Rates (Arrears)	2796		950	
Light and Heat (Arrears)	311		726	
Telephone	333		730	
Wages and Salaries	719		2150	
Advertising	356		326	
Print, Post and Stationery	1211		1616	
Motor Expenses	1863		1752	
Directors Remuneration	2134		2045	
Bank Charges and Interest	366		670	
Lease of Equipment	537		-	
Audit and Accountancy	600		600	
Repairs and Renewal	437		2404	
Credit Card Charges	57		117	
Bad Debts (Saxson Graphic)	500		-	
Sundry Expenses	218		339	
Depreciation - Fixt and Fits	101		112	
- Van	316		425	
- Equipment	211		230	
		(13616)		(15201)
Net Profit/(Loss) for the Year		£ 8603		£ (2640)

NOTICE OF ILLEGIBLE DOCUMENT ON THE MICROFICHE RECORD

Companies House regrets that the microfiche record for this company contains some data which is illegible.

The poor quality has been noted but unfortunately the steps taken to improve the quality have been unsuccessful.

Companies House would like to apologise for any inconvenience this may cause.