Company Number: 2355546

ANGEL INTERIORS (UK) LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1999



Company Information

Directors

L C Wright H F Wright

Secretary

L C Wright

Company Number

2355546

Registered Office

96A Farleigh Road

London N16 7TQ

Accountants

Deacon's

Chartered Accountants

49 Mount Pleasant

London WC1X 0AE

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DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 1999

The directors present their report and the financial statements for the year ended 31 March 1999.

Principal activities

The company's principal activity continues to be that of the provision of interior design services

Directors

The directors who served during the year and their beneficial interests in the company's issued share capital were:

	<u>Ordinar</u>	Ordinary shares of £1	
		<u>each</u>	
	31/3/99	1/4/98	
L C Wright	2	2	
H F Wright	•	-	

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the board on 9 Towney 2000 and signed on its behalf.

L C Wright Secretary

ACCOUNTANTS' REPORT ON THE UNAUDITED FINANCIAL STATEMENTS TO THE DIRECTORS OF ANGEL INTERIORS (UK) LIMITED

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 March 1999 set out on pages 3 to 7, and you consider that the company is exempt from an audit and a report under section 249A(1) of the Companies Act 1985.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records of the company and from information and explanations supplied to us.

Deacon's

Chartered Accountants 49 Mount Pleasant London WC1X 0AE

Date: 21 Jenning 2000

PROFIT AND LOSS ACCOUNT For the year ended 31 March 1999

		1999	1998
	Note	£	£
TURNOVER	1,	29,617	487,889
Cost of sales		(24,825)	(321,367)
GROSS PROFIT		4,792	166,522
Administrative expenses		(62,422)	(63,673)
OPERATING (LOSS)/PROFIT	2	(57,630)	102,849
TAX ON PROFIT ON ORDINARY ACTIVITIES	3	12,276	(21,598)
(LOSS)/RETAINED PROFIT FOR THE YEAR		(45,354)	81,251
RETAINED PROFIT/(LOSS) BROUGHT FORWARD		80,414	(837)
RETAINED PROFIT CARRIED FORWARD		£ 35,060	£ 80,414

The notes on pages 5 to 7 form part of these financial statements.

BALANCE SHEET As at 31 March 1999

	Note	£		1999 £	£		1998 £
FIXED ASSETS							
Tangible fixed assets	4		_	4,125			
Tangible fixed assets				4,125			-
CURRENT ASSETS							
Debtors	5	12,733			64,904		
Cash at bank and in hand		35,789			111,678		
		48,522			176,582		
CREDITORS: amounts falling due within one year	6	(17,585)			(96, 166)		
NET CURRENT ASSETS				30,937			80,416
TOTAL ASSETS LESS CURRENT LIABILIT	TIES		£	35,062		£	80,416
CAPITAL AND RESERVES							
Called up share capital	7			2			2
Profit and loss account				35,060		_	80,414
SHAREHOLDERS' FUNDS			£	35,062		£	80,416

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and no notice requiring an audit has been deposited under section 249B(2) of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 March 1999 and of its loss for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the financial statements so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 1999).

The financial statements were approved by the board on 9 January 2000 and signed on its behalf.

Director

The notes on pages 5 to 7 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 March 1999

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and i accordance with the Financial Reporting Standard for Smaller Entities (effective March 1999) and include the results of the company's operations which are described in the Directors' Report.

1.2 Cash Flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1.

1.3 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of value added tax and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Motor vehicles

25% straight line

1.5 Deferred taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

2. OPERATING (LOSS)/PROFIT

The operating (loss)/profit is stated after charging:

		1999 £	1998 £
	Depreciation of tangible fixed assets		
	- owned by the company	1,375	-
	Auditors' remuneration		1,050
	Directors' emoluments	_	-
			=
	No director received any emoluments (1998 - Nil)		
3.	TAXATION		
		1999	1998
		£	£
	Current year taxation		
	UK corporation tax at 21% (1998 - 21%)	£ (12,276)	£ 21,598
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NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 March 1999

4.	TANGIBLE FIXED ASSETS				
					Motor Vehicles £
	Cost or valuation Additions				5,500
	At 31 March 1999				5,500
	Depreciation Charge for the year				1,375
	At 31 March 1999				1,375
	Net Book Value At 31 March 1999				4,125
5.	DEBTORS		1999 £		1998 £
	Due within one year Trade debtors Other debtors		- 12,733		64,904 -
		£	12,733	£	64,904
6.	CREDITORS:				
.	Amounts falling due within one year		1999 £		1998 £
	Trade creditors Corporation tax Other creditors		82 17,503		- 21,598 74,568
		£	17,585	£	96,166
	Included within other creditors is an amount of £NIL (1998 - £2,27 taxes.	– 78) re	elating to socia	= al sec	urity and other
7.	CALLED UP SHARE CAPITAL		1999 £		1998 £
	Authorised, allotted, called up and fully paid		~		~
	2 Ordinary shares of £1.00 each	£	2	£	2

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 March 1999

8. TRANSACTIONS WITH DIRECTORS

During the year the company was charged with a management fee from Angel Interiors, a sole tradership, run by the director Miss L C Wright. The fee was charged on a commercial basis.