

ARTHUR ANDERSEN

ARTHUR ANDERSEN & CO, SC

R. Delamore Limited

Abbreviated financial statements and auditors' report
for the year ended 31 March 1995

Registered number: 2466472



Auditors' report

Cambridge

To the Directors of R. Delamore Limited:

In our opinion, the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions claimed in the directors' statement on page 3, and the financial statements to be delivered have been properly prepared in accordance with Schedule 8 to the Companies Act 1985.

We reported, as auditors of R. Delamore Limited, to the shareholders on 10 January 1996 on the company's financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 March 1995, and our audit opinion was as follows:

"We have audited the financial statements on pages 4 to 16 which have been prepared under the historical cost convention and the accounting policies set out on pages 6 and 7.

Respective responsibilities of directors and auditors

As described on page 1 the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

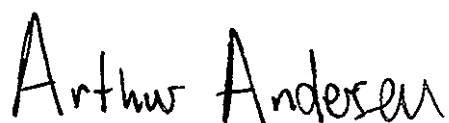
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements and of whether the accounting policies are appropriate to the circumstances of the company, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements. The company is exempt from the requirement of Financial Reporting Standard 1 to produce a cash flow statement, as it is a small company as defined by the Companies Act 1985.

Auditors' report (continued)

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31 March 1995 and of its profit for the year then ended, and have been properly prepared in accordance with the Companies Act 1985."

A handwritten signature in black ink that reads "Arthur Andersen". The signature is written in a cursive, flowing style with a large initial 'A'.

Arthur Andersen

Chartered Accountants and Registered Auditors

Betjeman House
104 Hills Road
Cambridge
CB2 1LH

10 January 1996

Abbreviated balance sheet

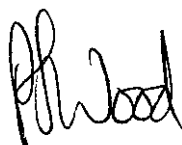
31 March 1995

	Notes	1995 £	1994 £
Fixed assets			
Intangible assets	2	432,852	461,708
Tangible assets	3	488,977	365,026
		<u>921,829</u>	<u>826,734</u>
Current assets			
Stocks	4	281,656	257,401
Debtors	5	648,853	427,479
		<u>930,509</u>	<u>684,880</u>
Creditors: Amounts falling due within one year		<u>(1,154,769)</u>	<u>(1,004,188)</u>
Net current liabilities		<u>(224,260)</u>	<u>(319,308)</u>
Total assets less current liabilities		<u>697,569</u>	<u>507,426</u>
Creditors: Amounts falling due after more than one year		<u>(105,674)</u>	<u>(65,004)</u>
Provisions for liabilities and charges		<u>-</u>	<u>(2,748)</u>
Net assets		<u>591,895</u>	<u>439,674</u>
Capital and reserves			
Called-up share capital	6	100,000	100,000
Share premium account		55,137	55,137
Profit and loss account		436,758	284,537
Total shareholders' funds		<u>591,895</u>	<u>439,674</u>

Advantage has been taken of the exemptions conferred by Part 1 of Schedule 8 to the Companies Act 1985 on the grounds that, in the directors' opinion, the company is entitled to the benefit of those exemptions as a small company.

Signed on behalf of the Board

P J Wood



Director

10 January 1996

The accompanying notes are an integral part of this balance sheet.

Notes to abbreviated financial statements

31 March 1995

1 Accounting policies

The principal accounting policies are:

a) Basis of accounting

The financial statements are prepared under the historical cost convention in accordance with applicable accounting standards.

b) Intangible fixed assets

Purchased goodwill is capitalised and amortised on a straight-line basis over 20 years.

c) Tangible fixed assets

Tangible fixed assets are shown at original historical cost.

Depreciation is provided at rates calculated to write off the cost, less estimated residual value, of each asset on a straight-line basis over its expected useful life, as follows:

Greenhouses	-	12.5% per annum
Plant and machinery	-	25% per annum
Motor vehicles	-	25% per annum

d) Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is based on purchase cost on a first-in, first-out basis, plus a reasonable proportion of propagation overheads based on normal levels of activity, where applicable.

Net realisable value is based on estimated normal selling price, less further costs expected to be incurred to completion and disposal. Provision is made for obsolete, slow-moving or defective items where appropriate.

e) Taxation

Corporation tax is provided on taxable profits at the current rate.

Advanced corporation tax payable on dividends paid or provided for in the year is written off, except when recoverability against corporation tax payable is considered to be reasonably assured.

Deferred taxation (which arises from differences in the timing of the recognition of items, principally depreciation, in the financial statements and by the tax authorities) has been calculated on the liability method. Deferred taxation is provided on timing differences, which will probably reverse at the rates of tax likely to be in force at the time of reversal. Deferred taxation is not provided on timing differences which, in the opinion of the directors, will probably not reverse.

Notes to abbreviated financial statements (continued)

2 Intangible fixed assets

The movement in the year was as follows:

	Purchased goodwill £
Cost	
Beginning and end of year	560,500
Amounts written off	
Beginning of year	98,792
Amortisation	28,856
End of year	127,648
Net book value	
Beginning of year	461,708
End of year	432,852

Purchased goodwill is amortised over 20 years, which the directors estimate to be the period over which benefits may reasonably be expected to accrue from the acquisition of the business.

3 Tangible fixed assets

The movement in the year was as follows:

	1995 £	1994 £
Cost		
Beginning of year	667,057	474,776
Additions	278,338	217,281
Disposals	(25,520)	(25,000)
End of year	919,875	667,057
Depreciation		
Beginning of year	302,031	195,663
Charge	145,537	117,877
Disposals	(16,670)	(11,509)
End of year	430,898	302,031
Net book value		
Beginning of year	365,026	279,113
End of year	488,977	365,026

Notes to abbreviated financial statements (continued)

3 Tangible fixed assets (continued)

Included in the above are assets held under hire purchase contracts with a net book value of £103,713 (1994 - £126,499).

4 Stocks

The following are included in the net book value of stocks:

	1995 £	1994 £
Raw materials and consumables	281,656	257,401

5 Debtors

	1995 £	1994 £
Amounts falling due within one year	625,672	410,768
Amounts falling due after more than one year	23,181	16,711
	<u>648,853</u>	<u>427,479</u>

6 Called-up share capital

	1995 £	1994 £
<i>Authorised, allotted, called-up and fully paid</i>		
110,000 Ordinary shares of 50p each	55,000	55,000
90,000 Ordinary 'A' shares of 50p each	45,000	45,000
	<u>100,000</u>	<u>100,000</u>