

ABBREVIATED ACCOUNTS for the year ended 28th FEBRUARY 1998

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DIRECTORS

T.W. Hayes
C.J. Hayes
M. Hayes

COMPANY SECRETARY

Mrs. M. Hayes

REGISTERED OFFICE

Thames House,
Roman Square,
Sittingbourne,
Kent, ME10 4BJ

AUDITORS

Spain Brothers & Co.,
Thames House,
Roman Square,
Sittingbourne,
Kent.

COMPANY NUMBER

2467256



A.C. WELLARD & PARTNERS LIMITED

AUDITORS' REPORT TO A.C. WELLARD & PARTNERS LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 3 to 6 together with the financial statements of the company for the year ended 28th February 1998 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

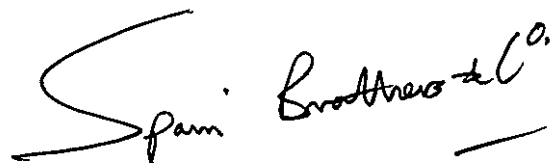
The Directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246 (5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts, prepared in accordance with Section 246 (5) and (6) of the Companies Act 1985 and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance with those provisions.

A handwritten signature in dark ink, appearing to read 'Spain Brothers & Co.', with a horizontal line underneath.

Thames House,
Roman Square,
Sittingbourne,
Kent.

SPAIN BROTHERS & CO.
Sittingbourne
Chartered Accountants
Registered Auditors

1st May 1998

A.C. WELLARD & PARTNERS LIMITED

BALANCE SHEET as at 28th FEBRUARY 1998

2. FIXED ASSETS

Intangible Assets	11687	17241
Tangible Assets	177419	170241
	-----	-----
	189106	187482

CURRENT ASSETS

Stocks	18891	24898
Debtors	317358	305723
Cash at Bank and in Hand	23747	15416
	-----	-----
	359996	346037

3. CREDITORS: Amounts falling due
within one year

296289	270467
-----	-----

<u>NET CURRENT ASSETS</u>	63707	75570
	-----	-----

<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>	252813	263052
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3. CREDITORS: Amounts falling due after
more than one year

128496	136637
-----	-----

<u>NET ASSETS</u>	£124317	£126415
	=====	=====

CAPITAL AND RESERVES

4. Called Up Share Capital	70000	70000
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Profit and Loss Account	54317	56415
	-----	-----

<u>SHAREHOLDERS FUNDS</u>	£124317	£126415
	=====	=====

The Directors have taken advantage, in the preparation of the abbreviated accounts, of the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Board of Directors on 1st May 1998
and signed on their behalf by:

X 

T.W. Hayes
Director

The notes on pages 4 to 6 form part of these abbreviated accounts.

1. PRINCIPAL ACCOUNTING POLICIES

Basis of Accounting

The company's financial statements are prepared in accordance with applicable accounting standards. The principal accounting policies adopted are as follows:-

Cash Flow Statement

The company qualifies as a small company under the Companies Act 1985. The Directors have elected to take advantage of the exemption under FRS1 not to prepare a cash flow statement.

Turnover

Turnover comprises the invoiced value, excluding VAT, of goods and services supplied to third parties.

Goodwill

Purchased goodwill is amortised in equal annual instalments over its useful economic life which is estimated to be 10 years.

Depreciation

Depreciation is provided on all tangible fixed assets, other than assets acquired under finance leases, at annual rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life as follows:-

Buildings	- Between 10 and 99 years
Motor Vehicles	- 25% on cost
Equipment, Fixtures and Fittings	- 10% to 33 1/3rd% on cost
Cold Store	- 5% on cost

Assets acquired under finance leases are written off on a straight line basis over the shorter of the lease term or the life of each asset.

Stock

Stock is stated at the lower of cost and net realisable value. Cost includes all expenditure incurred in the normal course of business in bringing the stock to its present location and condition at the Balance Sheet date. Net realisable value comprises the estimated selling price after allowing for all further costs of completion and disposal.

Deferred Taxation

Provision for Deferred Taxation is made under the liability method only to the extent that it is probable that a liability will become payable in the foreseeable future.

NOTES FORMING PART OF THE ABBREVIATED ACCOUNTS for the year ended 28th FEBRUARY 1998

1. PRINCIPAL ACCOUNTING POLICIES continuedHire Purchase and Leasing Transactions

Assets financed by hire purchase or leasing agreements are included in the Balance Sheet at cost, less accumulated depreciation. The interest element on these obligations is charged to the Profit and Loss Account on a straight line basis over the life of each agreement.

Operating lease rentals are charged to the Profit and Loss Account as incurred.

Foreign Currencies

Assets and liabilities denominated in foreign currencies are translated into sterling at the rate of exchange ruling at the Balance Sheet date. Transaction denominated in foreign currencies are translated at the rate of exchange ruling at the transaction date.

2. FIXED ASSETS

	<u>Intangible</u> <u>Assets</u>	<u>Tangible</u> <u>Assets</u>
<u>Cost</u>		
At 1st March 1997	55546	244629
Additions	-	31361
Disposals	-	(15561)
	-----	-----
At 28th February 1997	£55546	£260429
	-----	-----
<u>Depreciation</u>		
At 1st March 1997	38305	74388
Provided for the year	5554	20535
Disposals	-	(11913)
	-----	-----
At 28th February 1998	43859	83010
	-----	-----
<u>Net Book Value</u>		
At 28th February 1998	£11687	£177419
	=====	=====
<u>Net Book Value</u>		
At 28th February 1997	£17241	£170241
	=====	=====

3. CREDITORS

Included in the creditors figures on the Balance Sheet are the following amounts in respect of the company's bank overdraft and loans which are secured by second mortgages over the freehold property of the Directors and by a fixed charge over the assets of the company and obligations under finance leases and hire purchase contracts secured on the assets concerned.

	<u>1998</u>	<u>1997</u>
Falling due within one year	£63023	£57289
	=====	=====
Falling due after more than one year	£128496	£136637
	=====	=====

A.C. WELLARD & PARTNERS LIMITED

NOTES FORMING PART OF THE ABBREVIATED ACCOUNTS for the year ended 28th FEBRUARY 1998

3. CREDITORS Continued

Included in the creditors figures on the Balance Sheet are amounts in respect of bank loans which are repayable as follows:-

	<u>1998</u>	<u>1997</u>
Amounts repayable by Instalments Within five years	£97033 =====	£107075 =====
Amounts repayable by Instalments After more than five years	£34271 =====	£44422 =====

4. SHARE CAPITAL

	<u>1998</u>	<u>1997</u>
<u>Authorised</u>		
250000 Ordinary Equity Shares of £1 each	£250000 =====	£250000 =====
<u>Issued and Fully Paid</u>		
70000 Ordinary Equity Shares of £1 each	£70000 =====	£70000 =====