

2606267

REPORT AND ACCOUNTS

STYLECROFT LIMITED

31ST JULY 1997



RONALD DOBKIN

CHARTERED ACCOUNTANT
6, WALNUT TREE CLOSE, SOUTH WONSTON, WINCHESTER, HAMSHIRE SO21 3HT

ACCOUNTANTS REPORT TO THE SHAREHOLDERS
ON THE UNAUDITED ACCOUNTS OF

STYLECROFT LIMITED

I report on the accounts for the period ended 31st July 1997 as attached.

Respective Responsibilities of the Directors and Reporting Accountant.

As described in the certificate appended at the foot of the Balance Sheet the company's directors are responsible for the preparation of the accounts and they consider that the company is exempt from an audit. It is my responsibility to carry out procedures designed to enable me to report my opinion.

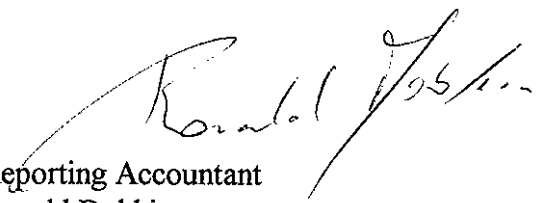
Basis of Opinion

My work was conducted in accordance with the Statement of Standards for Reporting Accountants and so my procedures consisted of comparing the accounts with the accounting records kept by the company and in making such limited enquiries of the officers of the company as I considered necessary for the purposes of this report. These procedures provide only the assurance expressed in my opinion.

Opinion

In my opinion:-

- a) The accounts are in agreement with those accounting records kept by the company under Section 221 of the Companies Act 1985.
- b) Having regard to and only on the basis of the information contained in those accounting records:
 - i) The accounts have been drawn up in a manner consistent with the accounting requirements specified in Section 249 C(6) of the Act
 - ii) The company satisfied the conditions for exemption from an audit of the accounts for the year specified in Section 249 A(4) of the Act and did not at any time within the year fall within any of the categories of companies not entitled to the exemption specified in Section 249 B(1)


Reporting Accountant
Ronald Dobkin
Chartered Accountant

Date:- 27th October 1997

STYLECROFT LIMITED
DIRECTORS REPORT

The directors present their report and accounts for the year ended 31st July 1997.

RESULTS AND DIVIDENDS

The profit for the year, after taxation amounted to £40605. The directors do not recommend the payment of a dividend. The retained profit is £27647.

PRINCIPAL ACTIVITY AND REVIEW OF THE BUSINESS

The principal activities of the company are farming and property investment.

FIXED ASSETS

Movements in fixed assets are included in the notes to the accounts.

DIRECTORS AND THEIR INTERESTS

The directors throughout the year and their interests in the share capital of the company are listed below.

	31/7/97	31/7/96
N.T.Wolstenholme	50	50
S.W.Wolstenholme	50	50

DIRECTORS RESPONSIBILITIES

Company Law requires the directors to prepare financial statements for each financial year which gives a true and fair view of the state of affairs of the company and of the profit or loss of the company for the period.

In preparing these financial statements the directors are required to :-

- 1) Select suitable accounting policies and then apply them consistently.
- 2) Make judgements and estimates that are reasonable and prudent.
- 3) Prepare the financial statements on a going concern basis unless it is inappropriate to assume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report which has been prepared taking advantage of special exemptions applicable to small companies was approved by the Board on 27th Oct 1997 and signed on their behalf.

N.T. WOLSTENHOLME

STYLECROFT LIMITED**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST JULY 1997**

	Notes	1997 £	1996 £
TURNOVER	2	84843	38091
Administrative Expenses		<u>35810</u>	<u>25526</u>
OPERATING PROFIT/ LOSS	3	49033	12565
Interest Receivable		<u>6</u>	<u>5</u>
PROFIT/ LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		49039	12570
Tax on Profit on Ordinary Activities	6	<u>8434</u>	<u>0</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		40605	12570
LOSS brought forward		<u>12958</u>	<u>25528</u>
BALANCE carried forward		<u>27647</u>	<u>12958</u>

STYLECROFT LIMITED
BALANCE SHEET AS AT 31ST JULY 1997

	Notes	1997 £	1996 £
FIXED ASSETS			
Tangible Assets	7	275134	275417
CURRENT ASSETS			
Cash at Bank		1237	555
Debtors	8	43667	803
Prepayments		<u>252</u>	<u>293</u>
		45156	1651
CURRENT LIABILITIES			
Creditors:-amounts falling due within one year	9	<u>142543</u>	<u>129926</u>
NET CURRENTASSETS/ LIABILITIES		<u>97387</u>	<u>128275</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>177747</u>	<u>147142</u>
Creditors:-amounts falling due after one year		<u>150000</u>	<u>160000</u>
NET ASSETS/ LIABILITIES		<u>27747</u>	<u>12858</u>
CAPITAL AND RESERVES			
Called up Share Capital	12	100	100
Profit and Loss Account		<u>27647</u>	<u>12958</u>
		<u>27747</u>	<u>12858</u>

The directors have taken advantage of the exemption conferred by Section 249A(2) not to have these accounts audited and confirm that no notice has been deposited under Section 249B(2) of the Companies Act 1985. The directors acknowledge their responsibilities for ensuring that :-

- The company keeps accounting records which comply with section 221 of the Companies Act 1985
- The accounts give a true and fair view of the state of affairs of the company as at 31st October 1995 and of its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985, so far as applicable to the company.

The directors have taken advantage of special exemptions conferred by part 1 of Schedule 8 to the Companies Act 1985 applicable to small companies in the preparation of the accounts and have done so on the grounds that, in their opinion, the company qualifies as a small company.

The financial statements were approved by the directors on

27th Oct 1997

Director

STYLECROFT LIMITED

NOTES TO THE ACCOUNTS 31st JULY 1997

1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the company's accounts.

The accounts have been prepared on a going concern basis as the directors are of the opinion that the necessary level of loan facilities will continue to be made available to the company. These facilities are subject to periodic review and no adjustments have been included in the financial statements which may be necessary should the facilities not be available.

Accounting Convention

The accounts have been prepared under the historical cost convention and comply with the Statements of Standard Accounting Practice.

Depreciation

Depreciation has been provided to write off on the reducing balance basis the cost of tangible fixed assets over their estimated useful lives at the following annual rates :-

Freehold Land and Buildings	Nil
Fixtures and Fittings	15% Reducing Balance

2. TURNOVER

Turnover is attributable to the company's principal activities of farming and property investment.

3. OPERATING PROFIT

This is stated after charging
Interest Payable

£17392

4. DIRECTORS REMUNERATION

Directors Remuneration for the year amounted to

Nil

5. STAFF COSTS

The average weekly number employees during the year including directors was :-

	1997	1996
Costs were:-	Nil	Nil

6. TAX ON ORDINARY ACTIVITIES

Corporation Tax payable on profits for the year is

£8434

7. TANGIBLE FIXED ASSETS

	Freehold Property	Fixtures & Fittings	Total
Cost or Valuation At 1 st August 1996	<u>273533</u>	<u>4244</u>	<u>277777</u>
Depreciation At 1 st August 1996		2360	2360
Charge for the Year		<u>283</u> <u>2643</u>	<u>283</u> <u>2643</u>
Net Book Value At 1 st August 1996	273533	1884	275417
At 31 st July 1997	273533	1601	275134

8. DEBTORS

	1997	1996
Associated Company	39000	
Trade Debtors	<u>4667</u> <u>43667</u>	<u>803</u> <u>803</u>

9. CREDITORS Amounts falling due within one Year

	1997	1996
Directors Current Accounts	85508	65370
Other Creditors	1225	1750
Corporation Tax	8434	
Accruals	3175	3326
Bank Loan & Overdraft	<u>44201</u> <u>142543</u>	<u>59480</u> <u>129926</u>

10. CREDITORS Amounts falling due after one Year

	1997	1996
Bank Loans	150000	160000

11. OBLIGATIONS UNDER FINANCE LEASES AND HIRE PURCHASE CONTRACTS

There are no obligations under leases or hire purchase contracts.

12. SHARE CAPITAL

	1997	1996
Ordinary Shares of £1 each		
Authorised	100	100
Issued and Fully Paid	100	100

12. CAPITAL COMMITMENTS

There were no Capital Commitments either authorised or contracted for at 31st July 1997

13. RESERVES

	1996	1995
Profit for the Year	40605	12570
Balance brought forward	<u>(12958)</u> <u>27647</u>	<u>(25528)</u> <u>(12958)</u>