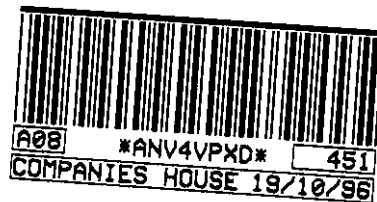


THE CARPET REMNANT CENTRE LIMITED  
ABBREVIATED FINANCIAL STATEMENTS

31ST MARCH 1996

Registered number: 2644481



KAY PETERS & CO  
CERTIFIED ACCOUNTANTS  
London

**THE CARPET REMNANT CENTRE LIMITED**  
**ABBREVIATED FINANCIAL STATEMENTS**  
**for the year ended 31st March 1996**

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**THE CARPET REMNANT CENTRE LIMITED**  
**AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS**

**Auditors' report to the directors of  
pursuant to paragraph 24 of Schedule 8 to the Companies Act 1985**

We have examined the abbreviated financial statements on pages 2 to 4 together with the full financial statements of The Carpet Remnant Centre Limited for the year ended 31st March 1996. The scope of our work for the purpose of this report was limited to confirming that the company is entitled to the exemptions claimed in the directors statement on page 2 and that the abbreviated financial statements have been properly prepared from the full financial statements.

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act in respect of the year ended 31st March 1996 and the abbreviated financial statements on pages 2 to 4 have been properly prepared in accordance with that Schedule.

On 27th September 1996 we reported, as auditors of the above company to the members on the full financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31st March 1996 and our audit report was as follows:

'We have audited the financial statements on pages 5 to 6 which have been prepared under the accounting policies set out on page 7.

**Respective responsibilities of directors and auditors**

As described on page 3, the company's directors are responsible for the preparation of 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 company's circumstances, 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 error or other irregularity. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

continued .....

**THE CARPET REMNANT CENTRE LIMITED**  
**AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS**  
(continued)

Auditors' report to  
pursuant to paragraph 24 of Schedule 8  
to the Companies Act 1985

**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 company's circumstances, 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 error or other irregularity. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st March 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.'

London  
27th September 1996

*Kay Peters & Co*

Kay Peters & Co.  
Certified Accountants &  
Registered Auditors

## THE CARPET REMNANT CENTRE LIMITED

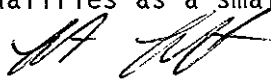
## ABBREVIATED BALANCE SHEET

at 31st March 1996

	Note	£	1996 £	£	1995 £
<b>Fixed assets</b>					
Tangible assets	2		2,244		2,875
<b>Current assets</b>					
Stocks		12,753		11,385	
Debtors	3	12,747		19,414	
Cash at bank and in hand		9,429		14,698	
			34,929		45,497
<b>Creditors: amounts falling due within one year</b>			(32,571)		(27,235)
<b>Net current assets</b>			2,358		18,262
<b>Total assets less current liabilities</b>			4,602		21,137
<b>Capital and reserves</b>					
Called up share capital	4		100		100
Profit and loss account			4,502		21,037
			4,602		21,137

The abbreviated financial statements on pages 2 to 4 were approved by the board of directors on 27th September 1996.

The directors have taken advantage of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

  
Steven John Scott

Director

## 1 Accounting policies

### Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it is entitled to the exemptions available in Section 246 to 247 of the Companies Act 1985 for small companies.

### Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Motor vehicles	25%
Fixtures and fittings	20%

### Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

## 2 Fixed assets

Cost or valuation	Tangible fixed assets £
1st April 1995 and 31st March 1996	4,303
Depreciation	
1st April 1995	1,428
Charge for year	631
31st March 1996	2,059
Net book amount	
31st March 1996	2,244
1st April 1995	2,875

## 3 Debtors

	1996 £	1995 £
Amounts falling due within one year	12,747	19,414

#### 4 Called up share capital

	1996		1995	
	Number of shares	£	Number of shares	£
Authorised				
Equity shares				
Ordinary shares	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>
Allotted called up and fully paid				
Equity shares				
Ordinary shares	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

#### 5 Directors' interests and loans

The directors current account was overdrawn by £6,812 during 1995 and 1996.