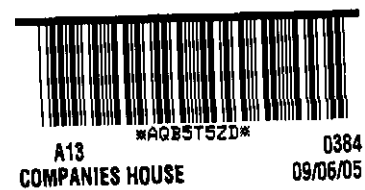


Registration Number 2786399

Kitchen World Limited
Directors' Report and Financial Statements
for the year ended 31 March 2005



Kitchen World Limited

Company Information

Directors	P Robinson
Secretary	J Robinson
Company Number	2786399
Registered Office	Unit E4 Abbey Road Industrial Estate Pity Me Co. Durham DH1 5HA
Accountants	Rowlands Chartered Accountants 5 West Lane Chester le Street Co. Durham DH3 3HJ
Bankers	Barclays Bank plc 53 Fawcett Street Sunderland SR1 1SD

Kitchen World Limited

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Kitchen World Limited

Directors' Report for the year ended 31 March 2005

The directors present their report and the financial statements for the year ended 31 March 2005.

Principal Activity

The principal activity of the company during the year was that of kitchen and bedroom manufacturers.

Directors and their Interests

The directors who served during the year and their interests in the company are as stated below:

	Interest in £1 ordinary shares	
	31/03/05	31/03/04
P Robinson	3	3

Directors' Responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume 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 is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

This report was approved by the Board on 24 May 2005 and signed on its behalf by

J Robinson
Secretary



Kitchen World Limited

**Profit and Loss Account
for the year ended 31 March 2005**

		2005	2004
	Notes	£	£
Turnover	2	370,588	444,472
Cost of sales		(189,832)	(228,032)
Gross profit		180,756	216,440
Administrative expenses		(177,490)	(185,889)
Operating profit	3	3,266	30,551
Interest receivable and similar income	4	1,135	1,082
Interest payable and similar charges	5	(19)	-
Profit on ordinary activities before taxation		4,382	31,633
Tax on profit on ordinary activities	6	(1,016)	(5,429)
Profit on ordinary activities after taxation		3,366	26,204
Dividends		(30,000)	(25,000)
(Loss)/retained profit for the year		(26,634)	1,204
Retained profit brought forward		67,385	66,181
Retained profit carried forward		40,751	67,385

The notes on pages 5 to 8 form an integral part of these financial statements.

Kitchen World Limited

Balance Sheet as at 31 March 2005

	Notes	2005 £	2004 £
Fixed Assets			
Tangible assets	7	9,465	8,633
Current Assets			
Stocks	8	24,307	20,393
Debtors	9	13,760	16,072
Cash at bank and in hand		42,115	99,420
		<u>80,182</u>	<u>135,885</u>
Creditors: amounts falling due within one year	10	<u>(48,886)</u>	<u>(77,123)</u>
Net Current Assets		<u>31,296</u>	<u>58,762</u>
Total Assets Less Current Liabilities		<u>40,761</u>	<u>67,395</u>
Capital and Reserves			
Called up share capital	11	10	10
Profit and loss account		40,751	67,385
Shareholders' Funds		<u>40,761</u>	<u>67,395</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 5 to 8 form an integral part of these financial statements.

Kitchen World Limited

Balance Sheet (continued)

**Directors' statements required by Section 249B(4)
for the year ended 31 March 2005**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 March 2005 and

(c) that we acknowledge our responsibilities for:

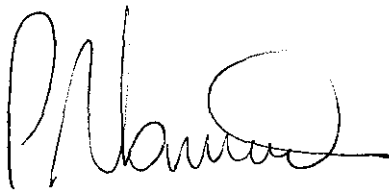
(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year 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 provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements approved by the Board on 24 May 2005 and signed on its behalf by

**P Robinson
Director**

A handwritten signature in black ink, appearing to read 'P Robinson', written over a horizontal line.

The notes on pages 5 to 8 form an integral part of these financial statements.

Kitchen World Limited

Notes to the Financial Statements for the year ended 31 March 2005

1. Accounting Policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention.

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Leasehold properties	-	Straight Line over the life of the lease (13 years)
Fixtures, fittings and equipment	-	20% Straight Line
Motor vehicles	-	25% Straight Line

1.4. Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

1.5. Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating profit

	2005	2004
	£	£
Operating profit is stated after charging:		
Depreciation of assets	5,757	4,195
Directors' remuneration	9,827	18,319
Directors' pension	1,300	3,500
Directors' health insurance	-	719
	<u> </u>	<u> </u>

Kitchen World Limited

Notes to the Financial Statements for the year ended 31 March 2005

..... continued

4.	Interest receivable and similar income	2005 £	2004 £		
	Bank interest	1,135	1,080		
	Other interest	-	2		
		<u>1,135</u>	<u>1,082</u>		
5.	Interest payable and similar charges	2005 £	2004 £		
	Bank overdraft interest	19	-		
6.	Taxation	2005 £	2004 £		
	UK current year taxation				
	UK Corporation Tax	<u>1,016</u>	<u>5,429</u>		
7.	Tangible fixed assets				
		Leasehold property improvements	Fixtures, fittings equipment	Motor vehicles	Total
		£	£	£	£
	Cost				
	At 1 April 2004	4,918	21,539	10,995	37,452
	Additions	-	-	6,589	6,589
	At 31 March 2005	<u>4,918</u>	<u>21,539</u>	<u>17,584</u>	<u>44,041</u>
	Depreciation				
	At 1 April 2004	3,024	18,795	7,000	28,819
	Charge for the year	378	982	4,397	5,757
	At 31 March 2005	<u>3,402</u>	<u>19,777</u>	<u>11,397</u>	<u>34,576</u>
	Net book values				
	At 31 March 2005	<u>1,516</u>	<u>1,762</u>	<u>6,187</u>	<u>9,465</u>
	At 31 March 2004	<u>1,894</u>	<u>2,744</u>	<u>3,995</u>	<u>8,633</u>

Kitchen World Limited

Notes to the Financial Statements for the year ended 31 March 2005

..... continued

8. Stocks	2005	2004
	£	£
Raw materials and consumables	16,611	12,714
Work in progress	7,696	7,679
	<u>24,307</u>	<u>20,393</u>
9. Debtors	2005	2004
	£	£
Trade debtors	11,131	13,480
Other debtors	2,629	2,592
	<u>13,760</u>	<u>16,072</u>
10. Creditors: amounts falling due within one year	2005	2004
	£	£
Bank loans and overdrafts	23,573	17,018
Trade creditors	6,401	22,767
Corporation tax	1,016	5,429
Other taxes and social security costs	8,397	11,033
Other creditors	9,499	20,876
	<u>48,886</u>	<u>77,123</u>
11. Share capital	2005	2004
	£	£
Authorised		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid		
10 Ordinary shares of £1 each	<u>10</u>	<u>10</u>

Kitchen World Limited

**Notes to the Financial Statements
for the year ended 31 March 2005**

..... continued

12. Pension costs

The company operates a defined contribution pension scheme in respect of the directors. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £1,300 (2004 - £3,500).

13. Control

The company is controlled by Mr P Robinson and Mrs J Robinson who between them own 100% (2004 100%) of the company's issued share capital.