

REGISTERED NO:

2862671 England and Wales

GROWELL HYDROPONICS AND PLANT LIGHTING LIMITED

DIRECTORS' REPORT

AND

STATEMENT OF ACCOUNTS

FOR THE YEAR ENDED

31 OCTOBER 1994



GROWELL HYDROPONICS AND PLANT LIGHTING LIMITED

DIRECTORS:

I K Reynolds
J E Henry

SECRETARY:

J E Henry

REGISTERED OFFICE:

329/333 Broadgate House
COVENTRY
CV1 1NH

REGISTERED NO:

2862671 England and Wales

REPORTING ACCOUNTANTS:

Chaplin Hall & Co
329/333 Broadgate House
COVENTRY
CV1 1NH

ANNUAL REPORT AND ACCOUNTS - 31 OCTOBER 1994

Pages

- 1 Report of the director
- 2 Report of the accountants
Accounts comprising:
 - 3 Profit and loss account
 - 4 Balance sheet
- 5 - 7 Notes to the accounts

The following pages do not form part of the statutory accounts

- 8 - 9 Detailed profit and loss account

GROWELL HYDROPONICS AND PLANT LIGHTING LIMITED

REPORT OF THE DIRECTORS

The directors present their annual report with the accounts of the company for the year to 31 October 1994.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was the supply of hydroponic equipment.

INCORPORATION

The company was incorporated on 15 October 1993 and commenced trading on the 1 November 1993.

DIRECTORS

The directors in office throughout the year were:

	Co-Operative Shares of £1 each		Non Voting Shares of £1 each	
	31/10/94	1/11/93	31/10/94	1/11/93
I K Reynolds	1	1	4,000	4,000
J E Henry	1	1	4,000	4,000

DIRECTORS RESPONSIBILITIES

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

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts on a 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 accounts 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.

In preparing the above report the directors have taken advantage of special exemptions applicable to small companies.

Signed on behalf of the board of directors:

.....
I K REYNOLDS - DIRECTOR
27 March 1995
.....

Approved by the board:

GROWELL HYDROPONICS AND PLANT LIGHTING LIMITED

ACCOUNTANTS' REPORT TO THE SHAREHOLDERS OF
GROWELL HYDROPONICS AND PLANT LIGHTING LIMITED

We have examined, without carrying out an audit, the accounts for the year ended 31 October 1994 set out on pages 3 to 9.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING ACCOUNTANTS

As described on page 1, the company's directors are responsible for the preparation of the accounts, and they believe that the company is exempt from an audit. It is our responsibility to examine the accounts and, based on our examination, to report our opinion, as set out below to the shareholders.

BASIS OF OPINION

We conducted our examination in accordance with the appropriate standards for reporting accountants issued by the Auditing Practices Board. This examination consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purpose of this report.

The examination was not an audit conducted in accordance with Auditing Standards. Accordingly we do not express an audit opinion on the accounts. Therefore our examination does not provide any assurance that the accounting records and the accounts are free from material misstatement.

OPINION

In our 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 only to, and 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 249C(6) of the Act so far as applicable to the company; and
 - ii) the company satisfied the conditions for exemption from an audit of the accounts for the year as specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories not entitled to the exemption specified in section 249B(1).

329/333 Broadgate House
COVENTRY
CV1 1NH

27 March 1995

DATE


CHAPLIN HALL & CO REPORTING ACCOUNTANTS

GROWELL HYDRPONICS AND PLANT LIGHTING LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 OCTOBER 1994

	<u>NOTES</u>	<u>1994</u>
TURNOVER	2	63,116
Cost of sales		41,934
GROSS PROFIT		21,182
Administrative expenses		(31,204)
OPERATING LOSS	3	(10,022)
Interest received		35
Interest payable		(1,331)
NET LOSS on ordinary activities before taxation		(11,318)
TAXATION		-
LOSS for the financial year		£(11,318)
		=====

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the year.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profit or loss for the above financial year.

GROWELL HYDROPONICS AND PLANT LIGHTING LIMITED

BALANCE SHEET - 31 OCTOBER 1994

	<u>NOTES</u>	<u>1994</u>
FIXED ASSETS		
Tangible assets	4	9,466
		=====
CURRENT ASSETS		
Stocks		15,342
Debtors	5	798
Cash at bank and in hand		4,976
		=====
CREDITORS amounts falling due within one year	6	21,116
		(15,097)
NET CURRENT ASSETS		=====
		£ 6,019
TOTAL ASSETS LESS CURRENT LIABILITIES		=====
		15,485
CREDITORS amounts falling due after more than one year	7	(17,301)
		(1,816)
		=====
CAPITAL AND RESERVES		
Called up share capital	8	9,502
Profit and loss account		(11,318)
	9	£(1,816)
		=====

In the directors' opinion the company was entitled under section 249A(1) of the Companies Act 1985 to exemption from the audit of its accounts for the year ended 31 October 1994. No member of the company has requested an audit.

The directors are responsible for ensuring that the company keep accounting records which comply with section 221 of the Act and for preparing the accounts which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each year in accordance with the requirements of section 226 of the Act and which otherwise comply with its requirements so far as applicable to the company.

The directors have taken advantage of special exemptions conferred by 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 is entitled to those exemptions.

Signed on behalf of the board of directors:

J E Henry
J E HENRY - DIRECTOR

Approved by the board:

27 March 1995

GROWELL HYDROPONICS AND PLANT LIGHTING LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1994

1) **ACCOUNTING POLICIES**

Basis of accounting.

The accounts are prepared under the historical cost convention.

Stocks.

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving items. Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Tangible fixed assets.

Depreciation is provided, after taking account of any grants receivable at the following annual rates in order to write off each asset over its estimated useful life:

Buildings	- 15% reducing balance basis
Office Equipment	- 25% reducing balance basis
Fixtures and Fittings and other equipment	- 15% reducing balance basis.

Deferred taxation

Deferred taxation is provided for on material timing differences when in the opinion of the directors there is a reasonable probability of a liability in the foreseeable future.

Turnover.

Turnover represents net invoiced sales of goods, excluding VAT.

2) **TURNOVER**

Turnover attributable to geographic markets outside the United Kingdom amounted to NIL%.

3) **OPERATING PROFIT**

The operating profit is stated after charging:

	<u>1994</u>
Depreciation of owned assets	£1,459
	=====
Directors emoluments - For services as directors	£6,889
	=====

GROWELL HYDROPONICS AND PLANT LIGHTING LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

4) TANGIBLE FIXED ASSETS

	<u>Buildings</u>	<u>Plant and Machinery etc</u>	<u>Total</u>
Additions	5,986	4,939	10,925
At 31 October 1994	<u>£5,986</u>	<u>£4,939</u>	<u>£10,925</u>
Depreciation	=====	=====	=====
Charge for year	897	562	1,459
At 31 October 1994	<u>£ 897</u>	<u>£ 562</u>	<u>£ 1,459</u>
Net book value	=====	=====	=====
At 31 October 1994	<u>£5,089</u>	<u>£4,377</u>	<u>£ 9,466</u>
	=====	=====	=====

5) DEBTORS

	<u>1994</u>
Trade debtors	240
Other	558
	<u>£ 798</u>
	=====

6) CREDITORS amounts falling due within one year

Loans (secured)	2,699
Trade creditors	5,438
Directors loans	1,499
Other taxation and social security	2,092
Accruals	3,369
	<u>£15,097</u>
	=====

7) CREDITORS amounts falling due after more than one year

Loans (secured)	<u>£17,301</u>
	=====

Secured liabilities aggregate £20,000

8) CALLED UP SHARE CAPITAL

Authorised	
100 Co-operative shares of £1 each	£ 100
9,900 Non voting investment shares of £1 each	£9,900
	<u>£10,000</u>
	=====
Allotted called up and fully paid	
2 Co-operative shares of £1 each	2
9,500 Non voting investment shares of £1 each	9,500
	<u>£9,502</u>
	=====

The shares were allotted and fully paid for cash at par

GROWELL HYDROPONICS AND PLANT LIGHTING LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

9) RECONCILIATION OF MOVEMENTS ON SHAREHOLDERS FUNDS

	<u>1994</u>
LOSS for the financial year after taxation	(11,318)
Shares issued	<u>9,502</u>
Closing shareholders fund at 31 October 1994	<u>£(1,816)</u> =====

10) COMMITMENTS

Capital commitments

At 31 October 1994 capital expenditure commitments were as follows:

Contracted but not provided for in the accounts	£ NIL
Authorised by the directors but not contracted for	£ NIL
	=====

Lease commitments - operating leases

Operating lease annual commitments in respect of other assets
for the 1994 financial year on leases expiring -

	<u>Land and Buildings</u>
Between one and five year	£5,000 =====

11) TRANSACTIONS WITH DIRECTORS

No director either during or at the financial year end was materially interested in any contract that was significant in relation to the company's business.

12) POST BALANCE SHEET EVENTS

Since the date of the balance sheet no events have occurred which are of such importance to require disclosure to the shareholders.