

COMPANY NUMBER: 3004894

SALES & MAINTENANCE LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST DECEMBER 1997

PRESENTED BY:

M.S. & CO. CHARTERED
CERTIFIED ACCOUNTANTS
795A HIGH ROAD,
LEYTONSTONE,
LONDON, E11 3RD.



SALES & MAINTENANCE LIMITED

COMPANY INFORMATION

FOR THE YEAR ENDED 31ST DECEMBER 1997

DIRECTOR:	MR PAUL BARRY WATERMAN
SECRETARY:	MRS VERONICA MARY WATSON
REGISTERED OFFICE:	795A HIGH ROAD, LEYTONSTONE, <u>LONDON, E11 3RD.</u>
REGISTERED NUMBER:	3004894
ACCOUNTANTS:	M.S. & CO. CHARTERED CERTIFIED ACCOUNTANTS 795A HIGH ROAD, LEYTONSTONE, <u>LONDON, E11 3RD.</u>

ACCOUNTANTS REPORT TO THE SHAREHOLDERS ON THE UNAUDITED ACCOUNTS
OF SALES & MAINTENANCE LIMITED FOR THE YEAR ENDED 31ST DECEMBER 1997.

We report on the accounts for the year ended 31st December 1997 set out on pages five to seven.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING ACCOUNTANTS.

As described on pages two and three, 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 our responsibility to carry out procedures designed to enable us to report our opinion.

BASIS OF OPINION.

Our work was conducted in accordance with Statements of Standards for Reporting Accountants, and so our procedures 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 consider necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

OPINION.

In our opinion;

- a) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;
- b) having regard 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; and
 - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any categories of Companies not entitled to the exemption specified in section 249B(1).

.....
M.S. & CO. CHARTERED
CERTIFIED ACCOUNTANTS

DATED: 22nd October 1998

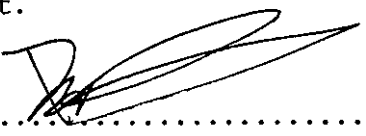
795A HIGH ROAD,
LEYTONSTONE,
LONDON, E11 3RD.

SALES & MAINTENANCE LIMITEDBALANCE SHEET AS AT 31ST DECEMBER 1997

	NOTES	<u>1997</u>	<u>1996</u>
		£	£
FIXED ASSETS	6	43,691	57,719
<u>CURRENT ASSETS:</u>			
Debtors		88,495	16,049
Cash & Bank		666	3,083
		<u>89,161</u>	<u>19,132</u>
Creditors: Amounts falling due within one year	7	113,967	67,226
		<u>=====</u>	<u>=====</u>
<u>Net Current Liabilities</u>		(24,806)	(48,094)
<u>NET TOTAL ASSETS</u>		<u>£18,885</u>	<u>£9,625</u>
<u>CAPITAL AND RESERVES</u>			
Called up share capital 1 share of £1-00		1	1
Profit & Loss Account		18,884	9,624
		<u>£18,885</u>	<u>£9,625</u>

For the year ended 31st December 1997, the company was entitled to exemption under section 249A(1) of the Companies Act 1985. No notice has been deposited under section 249B(2) of the Companies Act 1985.

The director acknowledges his responsibility for (i) ensuring that the company keeps accounting records which comply with S221; and (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year end and of its profit for the financial year in accordance with requirements of S226, and which otherwise comply with the requirements of the Act relating to accounts, so far applicable to the company. The company has taken advantage of the exemptions conferred by S246 of the CA 1985 on the basis that the company qualifies as a small company within the meaning of the Act.

..........DIRECTOR.

SALES & MAINTENANCE LIMITEDNOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1997.1. ACCOUNTING POLICIES

Accounting Convention.

The financial statements have been prepared under the Historical Cost Convention.

Financial Reporting Standard Number 1.

Exemption has been taken from preparing a cashflow statement on the grounds that the company qualifies as a small company.

Turnover.

turnover represents net invoiced sales of double glazing products, excluding Value Added tax, Hire of Motor Vehicles and Rental Income.

Tangible Fixed Assets.

Depreciation is provided at the following rates in order to write off each asset over its estimated useful life.

Office Equipment - 20% on Reducing Balance Basis.

Motor Vehicles - 25% on Reducing Balance Basis.

2. TURNOVER

The turnover and profit before taxation are attributable to sales of Double Glazing products, Hire of Motor Vehicles and Rental Income.

3. OTHER OPERATING INCOME

	<u>1997</u>	<u>1996</u>
	£	£
Rents Received	8,156	15,423
Deduct: Rent Paid	<u>17,084</u>	<u>16,397</u>
Net Loss on Rents	<u>(8,928)</u>	<u>(974)</u>

4. OPERATING PROFIT

The operating profit is stated after charging

Depreciation - Owned Assets	<u>14,272</u>	<u>487</u>
-----------------------------	---------------	------------

• SALES & MAINTENANCE LIMITEDNOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1997.

	<u>1997</u>	<u>1996</u>
	£	£
5. <u>DIVIDENDS</u>		
Equity Shares:		
1 Ordinary Share of £1-00 each.		
Proposed	Nil	Nil
Paid	Nil	2,000
	====	=====

6. TANGIBLE FIXED ASSETS

	<u>OFFICE EQUIPM.</u>	<u>MOTOR VEHICLES</u>	<u>TOTAL</u>
	£	£	£
<u>COSTS</u>			
AT 01.01.1997	3,011	55,771	58,782
ADDITIONS	244	-	244
	-----	-----	-----
<u>AT 31.12.1997</u>	<u>3,255</u>	<u>55,771</u>	<u>59,026</u>
 <u>DEPRECIATION</u>			
AT 01.01.1997	1,063	-	1,063
CHARGE FOR THE YEAR	329	13,943	14,272
	-----	-----	-----
<u>AT 31.12.1997</u>	<u>1,392</u>	<u>13,943</u>	<u>15,335</u>
 <u>NET BOOK VALUE</u>			
AT 31.12.1996	<u>1,948</u>	<u>55,771</u>	<u>57,719</u>
 <u>AT 31.12.1997</u>	<u>1,863</u>	<u>41,828</u>	<u>43,691</u>

	<u>1997</u>	<u>1996</u>
	£	£
7. CREDITORS: Amounts falling due within one year		
Trade Creditors	111,537	66,330
Bank Overdraft	1,534	-
Corporation Tax	-896	896
	-----	-----
	<u>113,967</u>	<u>67,226</u>