

PRODUCT CHAIN (SERVICES) LIMITED
ABBREVIATED FINANCIAL STATEMENTS

31 DECEMBER 1999

Registered number: 3115442



GEOFFREY COLE & CO
CHARTERED ACCOUNTANTS & REGISTERED AUDITORS
Pangbourne

PRODUCT CHAIN (SERVICES) LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31 December 1999

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PRODUCT CHAIN (SERVICES) LIMITED**Auditors' report to the shareholders of
Product Chain (Services) Limited
under section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements set out on pages 2 to 3, together with the financial statements of the company for the year ended 31 December 1999 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.


Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 3 are properly prepared in accordance with those provisions.

Pangbourne


Geoffrey Cole & Co
Registered Auditors
Chartered Accountants

30 October 2000

PRODUCT CHAIN (SERVICES) LIMITED

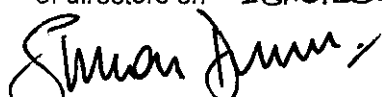
ABBREVIATED BALANCE SHEET

at 31 December 1999

	Note	£	1999	£	£	1998	£
Current assets							
Stocks			23,384			9,303	
Debtors			211,033			176,691	
Cash at bank and in hand			51,111			12,696	
			<u>285,528</u>			<u>198,690</u>	
Creditors: amounts becoming due and payable within one year			<u>(267,655)</u>			<u>(185,785)</u>	
Net current assets				17,873			12,905
Total assets less current liabilities				<u>17,873</u>			<u>12,905</u>
Capital and reserves							
Called up share capital	2			100			100
Profit and loss account				17,773			12,805
Total shareholders' funds				<u>17,873</u>			<u>12,905</u>

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 3 were approved by the board of directors on 28/10/2000 and signed on its behalf by:


S M Dunn
Chairman

PRODUCT CHAIN (SERVICES) LIMITED
NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 December 1999

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention and include the results of the company's operations which are described in the Directors' Report and all of which are continuing.

The company has taken advantage of the exemption from preparing a cash flow statement as conferred by Financial Reporting Standard No. 1 (Revised 1996) on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

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.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Foreign currencies

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transactions. Exchange differences are taken into account in arriving at the operating profit.

2 Called up share capital

	1999		1998	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	100	100	100	100
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Allotted called up and fully paid				
Ordinary shares of £1 each	100	100	100	100
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

3 Related parties transactions

Product Chain Holdings Limited is the ultimate parent undertaking of the company. The exemption available to subsidiary companies has been taken with respect to the related party transactions between the company and Product Chain Holdings Limited. The financial statements of Product Chain Holdings Limited may be obtained from that company's registered office.

Product Chain Limited is a fellow subsidiary of Product Chain (Services) Limited.

During the year the company made no sales (1998 £17,327) to Product Chain Limited. At the balance sheet date Product Chain Limited owed the company £20,536 (1998 £21,668).