

SHOPNET LIMITED

ABBREVIATED FINANCIAL STATEMENTS

AS AT

31st AUGUST 2001

Registration Number
03426012

HOWARD WADE & JACOB
Chartered Accountants
197-205 High Street
Ponders End Enfield
Middlesex EN3 4DZ



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SHOPNET LIMITED

BALANCE SHEET

AS AT 31st AUGUST 2001

	Notes	£	2001	£	£	2000	£
CURRENT ASSETS							
Stock	1c)	35,772			23,127		
Debtors	1f)	14,295			57,291		
Cash at Bank		556			4,306		
		<u>50,623</u>			<u>84,724</u>		
CREDITORS due within one year							
Creditors		1,479			18,034		
		<u>1,479</u>			<u>18,034</u>		
NET CURRENT ASSETS							
			49,144			66,690	
			<u>£ 49,144</u>			<u>£ 66,690</u>	
Financed by:							
CAPITAL AND RESERVES							
Share Capital	3)		2		2		
Reserves			(23,557)		(4,600)		
			<u>(23,555)</u>		<u>(4,598)</u>		
SHAREHOLDERS LOAN							
			72,699		71,288		
			<u>£ 49,144</u>		<u>£ 66,690</u>		

The abbreviated accounts are prepared in accordance with the special provision of Part VII of the Companies Act 1985 relating to small companies.

It is the opinion of the Directors that for this financial year the Company is entitled to the audit exemption conferred by S 249 A (2) Companies Act 1985 and they confirm that no notice has been deposited under S 249 B (2). The Directors acknowledge their responsibilities to keep proper accounting records and to prepare accounts which give a true and fair view of the Company at the financial year end and of its results for that year.

Signed on behalf of the Board

P. Liani)
P. Liani) Director

Approved 25th June 2002

The notes set out on pages 2 and 3 form an integral part of these financial statements

SHOPNET LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st AUGUST 2001

1. ACCOUNTING POLICIES**a) Basis of Accounting**

The financial statements have been prepared under the historic cost convention and where appropriate modified by the revaluation of certain fixed assets and in accordance with statements of standard accounting practice and the Companies Act 1985.

b) Turnover

Comprises total sales for the period after deducting taxes levied.

c) Stocks

Stocks are stated at the lower of cost and net realisable value and where appropriate is calculated by reducing selling value by the mark up achieved by the company.

d) Depreciation

Depreciation is provided by the straight line method and is calculated to write off the fixed assets over their useful lives to the company.

The principal rates used were:

Plant and Equipment	25%
Motor Vehicles	25%
Furniture and Equipment	25%

e) Deferred Taxation

Provision is made for the effect of accounts and tax treatment of certain items of revenue and expense to the extent that it is likely that a liability will crystallise.

f) Debtors

Specific provisions are made for bad and doubtful debts.

g) Leases

Assets held under finance lease agreements are included in tangible assets and are amortised in accordance with the depreciation policy. Obligations under such agreements are included in creditors net of finance charges allocated to future accounting periods. Finance charges are taken to the profit and loss account so that the annual rate of charge on the outstanding obligation at the end of each accounting period is approximately constant. Operating lease rental payments are charged directly to the profit and loss account on an accruals basis.

h) Pension Costs

The Company does not at present have any commitment to a pension scheme.

SHOPNET LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31st AUGUST 2001****2. FIXED ASSETS****Tangible Assets**

	Freehold Property	Plant & Machinery	Office Equipment	Motor Vehicles	Total
Cost or Valuation					
Brought Forward	-	-	-	-	-
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Carried Forward	-	-	-	-	-
Depreciation					
Brought Forward	-	-	-	-	-
For Period	-	-	-	-	-
On Disposals	-	-	-	-	-
Carried Forward	-	-	-	-	-
Net Book Value					
2001	£ -	-	-	-	-
2000	£ -	-	-	-	-

3. SHARE CAPITAL

	2001	2000
Authorised 1000 Ordinary shares of £1 each	£ 1,000	£ 1,000
Issued and fully paid 2 Ordinary shares of £1 each	£ 2	£ 2

4. AUDITORS REMUNERATION

The charge within the financial statements in respect of all emoluments and benefits amounted to £1599 (2000 £5045).

REPORT OF THE ACCOUNTANTS**TO SHOPNET LIMITED****UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages one to three together with the financial statements of the company for the year ended 31st August 2001 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and accountants

The directors are responsible for preparing the abbreviated accounts 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 accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We conducted our examination in accordance with the appropriate standards for reporting Accountants as 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 to 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 are free from material misstatement.

Opinion

In our opinion:

- a) The financial statements 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, the financial statements have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
- c) The Company satisfied the conditions for exemption from an audit of the financial statements for the year specified in section 249A(4) of the Act (as modified by section 249A(5)) and did not at any time fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).

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HOWARD WABE & JACOB
Chartered Accountants

25th June 2002