

HUDDERSFIELD TEXTILE TRAINING LIMITED

REPORT AND ACCOUNTS

31 DECEMBER 1998

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Company registration number: 3481670



HUDDERSFIELD TEXTILE TRAINING LIMITED**COMPANY INFORMATION****Directors**

C P Goodall (Chairman)
J Yarker (Chief Executive)
J Ainley
C Antich
J E Barraclough
A Brougham
S H Gledhill
J M Haigh
T R Hoyle
D Platt
R Taylor

With the exception of J Yarker all of the directors act as non-executive directors.

Secretary and Registered office

J M Haigh
Textile House
Red Doles Lane
Off Leeds Road
Huddersfield
HD2 1YF

Auditors

Wheawill & Sudworth
Chartered Accountants
35 Westgate
Huddersfield
HD1 1PA

Bankers

Lloyds Bank plc
1 Westgate
Huddersfield
HD1 2DN

Solicitors

Eaton Smith Marshall Mills
Britannia Buildings
St Peters Street
Huddersfield
HD1 1BB

HUDDERSFIELD TEXTILE TRAINING LIMITED

DIRECTORS' REPORT

The directors present their report and accounts for the period from incorporation to 31 December 1998.

Directors

The directors who served during the period were:

*C P Goodall
 *J Ainley
 *C Antich
 *J E Barraclough
 *S H Gledhill
 *J M Haigh
 *T R Hoyle
 *D Platt
 *R Taylor
 *J Yarker
 A Brougham (appointed 24 June 1998)
 *D Blackburn
 *J B Harvey

*All the above directors were appointed on 13 January 1998:

D Blackburn resigned as a director 25 November 1998
 J B Harvey resigned as a director 10 February 1999

Directors' responsibilities for preparing the accounts

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 those accounts, the directors are required to

- ~ select suitable accounting policies and then apply them consistently;
- ~ make judgments and estimates that are reasonable and prudent;
- ~ prepare the accounts 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 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.

Directors' interests

None of the directors held any interest in the share capital of the company or as members of the parent company at 31 December 1998 or at the date of appointment.

HUDDERSFIELD TEXTILE TRAINING LIMITED

DIRECTORS' REPORT

Principal activity

The company's principal activity during the period was the provision of training and consultancy services. The company commenced trading on 1 January 1998.

Date of incorporation and constitution

The company was formed on 16 December 1997 with an authorised share capital of the £1,000 divided into 1,000 ordinary shares of £1 each. On incorporation 2 shares were issued at par.

Year 2000

Work has continued during the period to ensure that the company's operations should not suffer any disruption as the new millennium is entered. The directors have assessed the risks to the company and consider the Year 2000 preparations are well in hand. The directors believe they have already achieved Year 2000 compliance for the primary business operations.

Auditors

A resolution to re-appoint Wheawill & Sudworth as auditors will be put to the shareholders at the Annual General Meeting.

Small companies

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board



J M Haigh
Secretary
30 March 1999

**AUDITORS' REPORT TO THE SHAREHOLDERS OF
HUDDERSFIELD TEXTILE TRAINING LIMITED**

We have audited the accounts on pages 5 to 8 which have been prepared under the accounting policies set out on page 7 and in accordance with the Financial Reporting Standard for Smaller Entities.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

Basis of opinion

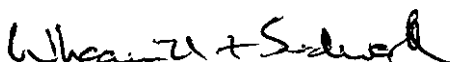
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31 December 1998 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

WHEAWILL & SUDWORTH



Registered Auditors
Chartered Accountants

35 Westgate
Huddersfield
HD1 1PA
30 March 1999

HUDDERSFIELD TEXTILE TRAINING LIMITED**PROFIT AND LOSS ACCOUNT**

for the period ended

31 DECEMBER 1998

Period from
16 December 1997
to
31 December 1998
£

Notes

Turnover

455,493

Cost of sales

(53,450)

Gross profit

402,043

Administrative expenses

(361,371)

Profit on ordinary activities before taxation

40,672

2 Taxation on profit on ordinary activities

(8,541)

Profit for the financial period

32,131

Retained profit carried forward

32,131

The notes on pages 7 and 8 form part of these accounts.

HUDDERSFIELD TEXTILE TRAINING LIMITED

BALANCE SHEET

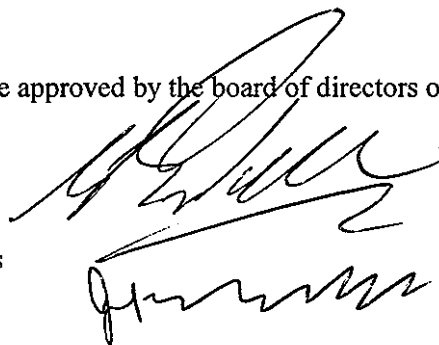
31 DECEMBER 1998

| Notes | | £ |
|-------|--|----------|
| | Current assets | |
| 3 | Debtors | 85,190 |
| | Cash at bank | 3,500 |
| | | <hr/> |
| | | 88,690 |
| | | <hr/> |
| 4 | Creditors: amounts becoming due and payable within one year | (56,557) |
| | | <hr/> |
| | Net assets | 32,133 |
| | | <hr/> |
| | Capital and reserves | |
| 6 | Called up share capital | 2 |
| | Profit and loss account | 32,131 |
| | | <hr/> |
| | Shareholders' funds | 32,133 |
| | | <hr/> |

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and the Financial Reporting Standard for Smaller Entities.

The accounts on pages 5 to 8 were approved by the board of directors on 30 March 1999 and signed on its behalf by

C P GOODALL)
) Directors
J M HAIGH)



The notes on pages 7 and 8 form part of these accounts.

HUDDERSFIELD TEXTILE TRAINING LIMITED

NOTES TO THE ACCOUNTS

31 DECEMBER 1998

1 Accounting policies

Accounting convention

The accounts have been prepared under the historical cost convention.

Turnover

Turnover represents the value of goods sold and services provided net of value added tax.

Deferred taxation

Deferred taxation is provided on the liability method at anticipated future rates of taxation on differences arising from the inclusion of income and expenditure in periods different for accounts and taxation purposes.

Pension costs

Contributions to the group defined contribution pension scheme are charged to the profit and loss account as they become payable.

2 Taxation on profit on ordinary activities

£

Corporation tax

8,541

3 Debtors

£

Trade debtors

37,637

Amounts owed by parent undertaking

47,553

85,190

4 Creditors: amounts becoming due and payable within one year

Trade creditors

48,016

Corporation tax

8,541

56,557

5 Deferred taxation

There was no potential liability for deferred taxation at 31 December 1998.

HUDDERSFIELD TEXTILE TRAINING LIMITED

NOTES TO THE ACCOUNTS

31 DECEMBER 1998

| | Authorised £ | Allotted, called up and fully paid £ |
|---|-----------------|---|
| 6 Share capital | | |
| Ordinary shares of £1 each | <u>1,000</u> | <u>2</u> |
| The company was formed on 16 December 1997 with an authorised share capital of £1,000 divided into 1,000 ordinary shares of £1 each. On incorporation 2 shares were issued at par. | | |
| 7 Capital commitments | | £ |
| Capital commitments contracted but not provided in the accounts | | <u>Nil</u> |
| 8 Pension commitments | | |
| The company operates and makes contributions to the group defined contribution pension scheme. The assets of the scheme are held separately from those of the company in a trustee administered fund. The pension cost charge for the period was £12,548. | | |
| 9 Parent company | | |
| The company is a subsidiary of Huddersfield & Textile Training Co Limited. | | |