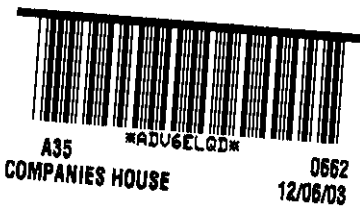


REGISTERED NUMBER: 04058809 (England and Wales)

**Abbreviated Financial Statements
for the Year Ended 31 August 2002
for
LBS Enterprises Limited**



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for the Year Ended 31 August 2002**

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**Company Information
for the Year Ended 31 August 2002**

DIRECTORS:	S L Brockhurst-Souter Mrs G V Brockhurst-Souter
SECRETARY:	Mrs J M Funnell
REGISTERED OFFICE:	28 High Street Littlehampton West Sussex BN17 5EE
REGISTERED NUMBER:	04058809 (England and Wales)
ACCOUNTANTS:	Botting & Co Chartered Certified Accountants 28 High Street Littlehampton West Sussex BN17 5EE
BANKERS:	National Westminster Bank PLC 24 High Street Storrington West Sussex RH20 4DX

LBS Enterprises Limited

**Abbreviated Balance Sheet
31 August 2002**

		31.8.02		31.8.01	
	Notes	£	£	£	£
FIXED ASSETS:					
Intangible assets	2		297,500		-
Tangible assets	3		61,518		-
			<u>359,018</u>		<u>-</u>
CURRENT ASSETS:					
Stocks		96,350		23,311	
Debtors		108,031		6,526	
Cash at bank		53,812		35,641	
		<u>258,193</u>		<u>65,478</u>	
CREDITORS: Amounts falling due within one year		<u>573,677</u>		<u>61,287</u>	
NET CURRENT (LIABILITIES)/ASSETS:			<u>(315,484)</u>		<u>4,191</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>£43,534</u>		<u>£4,191</u>
CAPITAL AND RESERVES:					
Called up share capital	4		100		1
Profit and loss account			43,434		4,190
SHAREHOLDERS' FUNDS:			<u>£43,534</u>		<u>£4,191</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 August 2002.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2002 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements 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 financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

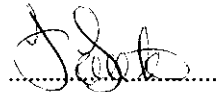
The notes form part of these financial statements

LBS Enterprises Limited

**Abbreviated Balance Sheet
31 August 2002**

These abbreviated financial statements have 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:



S L Brockhurst-Souter - DIRECTOR

Approved by the Board on 9.6.03

The notes form part of these financial statements

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 August 2002**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2002, is being written off evenly over its estimated useful life of twenty years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. *Exchange differences are taken into account in arriving at the operating result.*

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 August 2002**

2. INTANGIBLE FIXED ASSETS

	Total
	£
COST:	
Additions	300,000
At 31 August 2002	300,000
AMORTISATION:	
Charge for year	2,500
At 31 August 2002	2,500
NET BOOK VALUE:	
At 31 August 2002	297,500

3. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
Additions	64,193
At 31 August 2002	64,193
DEPRECIATION:	
Charge for year	2,675
At 31 August 2002	2,675
NET BOOK VALUE:	
At 31 August 2002	61,518

4. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal	31.8.02	31.8.01
		value:	£	£
100	Ordinary	£1	100	100
Allotted, issued and fully paid:				
Number:	Class:	Nominal	31.8.02	31.8.01
		value:	£	£
100	Ordinary	£1	100	1
(31.8.01 - 1)				

The following shares were allotted and fully paid for cash at par during the year:

99 Ordinary shares of £1 each

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 August 2002**

5. TRANSACTIONS WITH DIRECTORS

On 1 July 2002, the company purchased the fixed assets, stock and goodwill of The Marble Shop, a partnership owned jointly by the directors, for £409,503. The consideration for these assets forms part of the directors' current account balance.

In addition to the consideration for The Marble Shop assets, the directors have lent additional funds to the company during the year to improve cash flow. The amount owed by the company at the balance sheet date was £501,359 (2001: £33,035), and is recorded under Creditors: amounts falling due with in one year (note 7).

In the period prior to the purchase of The Marble Shop's assets, turnover includes sales of £47,103 (2001: £27,391) to The Marble Shop.

Turnover includes sales of £2,425 to Euro Granite Limited, a company in which Mr S L Brockhurst-Souter is a director and the sole shareholder.

6. GOING CONCERN

The balance sheet at the end of the year showed net current liabilities of £315,484. Excluding the directors' current account balances, there are net current assets of £186,375.

There were net current assets at the end of the previous year.

The going concern assumption is dependent upon the continued support of the directors and they have agreed to delay full repayment of their current account balances to ensure that the company can continue to meet its debts as they fall due.