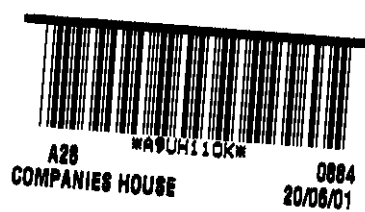


LANTEX MANUFACTURING CO. LIMITED

Company No: 150264

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28TH FEBRUARY, 2001



AUDITORS' REPORT TO LANTEX MANUFACTURING CO. LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5 together with the financial statements of the company for the year ended 28th February, 2001. prepared under section 226 of the Companies Act 1985

Respective Responsibilities of Directors and Auditors

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 and 248 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 have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and the abbreviated accounts 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 accounts, under the provisions of sections 246 and 247 of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with these provisions.



MOORE STEPHENS

CHARTERED ACCOUNTANTS

REGISTERED AUDITORS

MANCHESTER

31 May 2001

LANTEX MANUFACTURING CO. LIMITED

BALANCE SHEET

28TH FEBRUARY, 2001

	<u>Note</u>	<u>2001</u>	<u>2000</u>
<u>FIXED ASSETS</u>			
Tangible Assets	2.	£205,703	£217,747
Investments	3.	43,670	43,670
		-----	-----
		£249,373	£261,417
<u>CURRENT ASSETS</u>			
Stocks		£117,709	£138,984
Debtors		280,021	314,321
Cash at Bank and in Hand		2,726	4,263
		-----	-----
		£400,456	£457,568
<u>CREDITORS</u>			
	4.		
Amounts falling due within one year		394,739	457,693
		-----	-----
<u>NET CURRENT (LIABILITIES)/ASSETS</u>		5,717	(125)
		-----	-----
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		£255,090	£261,292
<u>CREDITORS</u>			
	5.		
Amounts falling due after more than one year		£ 85,305	£ 85,501
<u>PROVISION FOR LIABILITIES AND CHARGES</u>			
Deferred Taxation		3,870	6,500
		-----	-----
		89,175	92,001
		-----	-----
		£165,915	£169,291
		=====	=====
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	6.	£ 13,542	£ 13,542
Share Premium Account		450	450
Profit and Loss Account		151,923	155,299
		-----	-----
<u>EQUITY SHAREHOLDERS FUNDS</u>		£165,915	£169,291
		=====	=====

Statement of the directors

In preparing these financial statements we rely on sections 246 and 247 of the Companies Act 1985 as entitling us to deliver abbreviated financial statements and we do so on the grounds that this company is entitled to the benefit of those sections as a small company.

Signed on behalf of the Board
of directors:


Director

Date: 31/5/01.

The notes set out on pages 3 to 5 form part of these financial statements

LANTEX MANUFACTURING CO. LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28TH FEBRUARY, 2001

1. ACCOUNTING POLICIES

a) Basis of Accounting

These financial statements have been prepared under the Historical Cost Convention and in accordance with applicable accounting standards.

b) Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is determined on a first-in, first-out basis. Net realisable value is based on estimated selling price less any further costs of realisation.

c) Depreciation

Depreciation is calculated to write off the cost or valuation less estimated residual values of tangible fixed assets over their estimated useful lives to the business. The annual depreciation rate and methods are as follows:-

Freehold Buildings	-	2% p.a. on Reducing balance method	
Fixtures and Fittings	-	10% p.a. on	-do-
Motor Vehicles	-	25% p.a. on	-do-
Plant and Machinery	-	10% p.a. on	-do-

d) Deferred Taxation

Provisions are made so that the deferred taxation account represents corporation tax, calculated on the liability method, in respect of the excess of tax allowances given for fixed assets over the depreciation provided, except to the extent that the directors are able to foresee that no liability is likely to arise from a reversal of the above timing differences for some considerable period.

e) Assets Leased

Where the company enters into operating and/or finance leases, its policy is to regard leases as finance leases where their terms give rights approximating to ownership.

Assets held under finance leases (including hire purchase contracts) are capitalized at the fair value of the asset at the inception of the lease, with an equivalent liability categorized as appropriate under creditors due within and after one year. Assets are depreciated over the shorter of the lease term and their useful economic life; in the case of assets held under hire purchase agreements they are depreciated over their useful economic life. Finance charges are allocated to accounting years over the life of each lease to produce a constant rate of charge on the outstanding balance.

Rentals under operating leases are charged on a straight-line basis over the lease term.

f) Group Accounts

The company and its subsidiary undertaking comprise a small group. The company has taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts. The financial statements therefore present information concerning the company only and not the group.

LANTEX MANUFACTURING CO. LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28TH FEBRUARY, 2001

2. FIXED ASSETS

<u>Cost or Valuation</u>	<u>Total</u>
28.2.00	£258,270
Additions	2,355
Disposals	-

At 28.2.01	£260,625

<u>Depreciation</u>	
28.2.00	£ 40,523
Charge for year	14,399
Disposals	-

At 28.2.01	£ 54,922

<u>Net Book Value</u>	
28.2.01	£205,703
	=====
28.2.00	£217,747
	=====

The net book value of leased assets included in the above is as follows:-

	<u>2001</u>	<u>2000</u>
Motor vehicles	£10,125	£13,500
	=====	=====

The depreciation charged to the Profit and Loss Account in respect of the above is:

£ 3,375	£ 4,500
=====	=====

3. INVESTMENTS

Subsidiary Undertaking		
Cost 5,000 £1 Ordinary Shares	£43,670	£43,670
	=====	=====

<u>Name of Company</u>	<u>Class of Shares</u>	<u>Holding %</u>	<u>Year End</u>
C.W. Wright Textiles Ltd. (Incorporated in England & Wales)	Ordinary	100	31st May

	<u>Aggregate Capital and Reserves at 31st May, 2000</u>	<u>Profit for the Year Ended 31st May, 2000</u>
C.W. Wright Textiles Ltd.	£13,756	£2,901
	=====	=====

	<u>2001</u>	<u>2000</u>
TOTAL COST OF INVESTMENTS	£43,670	£43,670
	=====	=====

LANTEX MANUFACTURING CO. LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28TH FEBRUARY, 2001

4. CREDITORS: Amounts falling due within one year:

	<u>2001</u>	<u>2000</u>
The following secured amounts fall due within one year:		
Net obligations under finance leases and hire purchase contracts:		
Secured on the assets concerned	£ 4,667	£ 5,223
	=====	=====
Bank loans and overdraft (See Note 5)	£40,982	£19,471
	=====	=====

5. CREDITORS: Amounts falling due after more than one year:

The following secured amounts fall due after more than one year:

Net obligations under finance leases and hire purchase contracts

Secured on the assets concerned	£ 1,168	£ 5,832
	=====	=====
<u>Bank loans</u>	£84,137	£79,669
	=====	=====

The company has a loan and overdraft facilities with its Bankers, who hold a legal charge over the Freehold land and buildings at Oxford Court, Oxford Street, Accrington, Lancs.

6. CALLED UP SHARE CAPITAL

	<u>2001</u>	<u>2000</u>
Authorised: 18,000 Ordinary Shares of £1 each	£18,000	£18,000
	=====	=====
Allotted, Issued and Fully Paid:		
13,542 Ordinary Shares of £1 each	£13,542	£13,542
	=====	=====