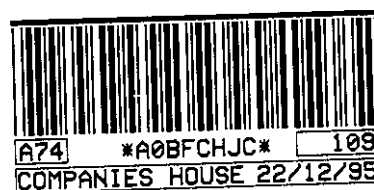


B & M BARGAINS LIMITED

FINANCIAL ACCOUNTS FOR THE
YEAR ENDED 28TH FEBRUARY 1995



GLEESON BESSANT
CERTIFIED ACCOUNTANTS

B & M BARGAINS LIMITED

DIRECTORS: B W Mayman
A W Mayman
R E Mayman
A D Mayman

SECRETARY: A W Mayman

REGISTERED OFFICE: 57 Poulton Street
Kirkham
Preston

REGISTERED NUMBER: 1766632

BANKERS: The Royal Bank of Scotland Plc
39 Poulton Street
Kirkham
Preston

AUDITORS: Gleeson Bessent
Certified Accountants
6 Starkie Street
Preston

B & M BARGAINS LIMITED

FINANCIAL ACCOUNTS

FOR THE YEAR ENDED 28TH FEBRUARY 1995

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1. Report of the Directors
2. Statement of Directors Responsibilities
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4. Profit and Loss Account
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6. Notes to Accounts

The following page does not form part of the Statutory Accounts

10. Trading and Profit and Loss Account

B & M BARGAINS LIMITEDREPORT OF THE DIRECTORSFOR THE YEAR ENDED 28TH FEBRUARY 1995

The directors present their annual report with the accounts of the company for the year ended 28th February 1995.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was Supermarket Traders

REVIEW OF BUSINESS

A summary of the results for the year is given on page 4 of the accounts. The directors consider the state of affairs to be satisfactory.

DIVIDENDS

During the year the directors paid a dividend of £280 per share. The directors do not recommend the payment of a further dividend.

FIXED ASSETS

Acquisitions and disposals of fixed assets during the are shown in note 5.

DIRECTORS

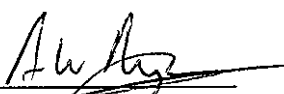
The directors in office in the year and their beneficial interests in the company's issued ordinary share capital were as follows:

	Ordinary Shares of £1 each	
	<u>1995</u>	<u>1994</u>
B W Mayman	20	20
A W Mayman	70	70
R E Mayman	5	5
A D Mayman	5	5

AUDITORS

Gleeson Bessent have agreed to offer themselves for re-appointment as auditors of the company.

Signed on behalf of the
board of directors


A W Mayman
Secretary

29th August 1995

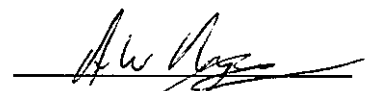
B & M BARGAINS LIMITEDSTATEMENT OF DIRECTORS' RESPONSIBILITIES

We are required under company law to prepare financial 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 financial accounts we are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether the applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial accounts;
- prepare the financial 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 financial accounts comply with 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.

29th August 1995


On behalf of the Board
A W Mayman
Director

AUDITORS' REPORT TO THE SHAREHOLDERS OFB & M BARGAINS LIMITED

We have audited the financial accounts on pages 6 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

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

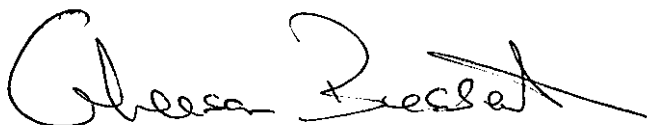
BASIS OF OPINION

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 financial accounts. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial 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 financial 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 financial accounts.

OPINION

In our opinion the financial accounts give a true and fair view of the state of the company's affairs as at 28th February 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



GLEESON BESSENT
Registered Auditors
Certified Accountants
6 Starkie Street
Preston

30th August 1995

B & M BARGAINS LIMITEDPROFIT AND LOSS ACCOUNTFOR THE YEAR ENDED 28TH FEBRUARY 1995

	<u>Notes</u>	<u>1995</u>	<u>1994</u>
		£	£
<u>TURNOVER</u>	1	1,660,129	1,740,926
Cost of Sales		1,287,039	1,354,182
<u>GROSS PROFIT</u>		373,090	386,744
Net Operating Expenses			
Administrative Expenses		255,780	287,290
<u>OPERATING PROFIT</u>	2	117,310	99,454
Income from Investments		9,627	8,839
<u>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</u>		126,937	108,293
Tax on Ordinary Activities	4	27,074	27,232
<u>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</u>		99,863	81,061
Dividends		28,000	-
<u>RETAINED PROFIT FOR THE YEAR</u>		£ 71,863	£ 81,061

STATEMENT OF RETAINED EARNINGS

Retained Profit Brought Forward	312,586	231,525
Retained Profit for the Year	71,863	81,061
<u>RETAINED PROFIT CARRIED FORWARD</u>	£ 384,449	£ 312,586

None of the company's activities were acquired or discontinued during the above two financial years.


There were no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 6 to 9 form part of these accounts.

B & M BARGAINS LIMITEDBALANCE SHEETAS AT 28TH FEBRUARY 1995

	<u>Notes</u>	£	<u>1995</u>	£	£	<u>1994</u>	£
<u>FIXED ASSETS</u>							
Tangible Assets	5		32,013			27,919	
<u>CURRENT ASSETS</u>							
Stock	6	85,621			98,999		
Debtors	7	12,705			5,831		
Cash at Bank and in Hand		315,190			286,814		
			<u>413,516</u>		<u>391,644</u>		
<u>CREDITORS</u> : Amounts Falling							
Due within One Year	8	(60,980)			(106,877)		
			<u>352,536</u>		<u>284,767</u>		
<u>NET CURRENT ASSETS</u>							
			<u>£ 384,549</u>		<u>£ 312,686</u>		
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>							
<u>CAPITAL AND RESERVES</u>							
Share Capital	9		100		100		
Profit and Loss Account			384,449		312,586		
			<u>£ 384,549</u>		<u>£ 312,686</u>		
<u>TOTAL SHAREHOLDERS' FUNDS</u>							

Signed on behalf of the
board of directors


A W Mayman
Director

Approved by the board: 29th August 1995

The notes on pages 6 to 9 form part of these accounts.

B & M BARGAINS LIMITEDNOTES TO ACCOUNTSFOR THE YEAR ENDED 28th February 1995**1. ACCOUNTING POLICIES****Basis of Accounting**

The accounts have been prepared under the historical cost convention.

Turnover

Turnover represents the net invoiced sales of goods, excluding VAT.

Tangible Fixed Assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Expenditure on	
Leasehold Property	15 years straight line
Motor Vehicles	25% on reducing balance
Fixtures and Fittings	10% on reducing balance

Stocks

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

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.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Cash Flow Statement

The company has taken advantage of the exemption provided by Financial Reporting Standard 1 and has not prepared a cash flow statement for the year

B & M BARGAINS LIMITEDNOTES TO ACCOUNTSFOR THE YEAR ENDED 28th February 19952. OPERATING PROFIT

The Operating Profit (1994 - Profit) is stated after charging:

	<u>1995</u> £	<u>1994</u> £
Depreciation of Tangible Fixed Assets	9,104	7,564
Staff Costs - note 3	163,705	172,637
Auditors Remuneration	3,750	5,360
	<u> </u>	<u> </u>

3. STAFF COSTS

The costs incurred, including directors remuneration, were as follows:

	<u>1995</u> £	<u>1994</u> £
Directors Remuneration	43,160	43,060
Wages and Salaries	104,867	111,292
Social Security Costs	10,118	11,565
Pension Costs	5,560	6,720
	<u>163,705</u>	<u>172,637</u>

4. TAXATION

The tax charge on the profit on ordinary activities was as follows:

	<u>1995</u> £	<u>1994</u> £
Corporation Tax	31,785	27,232
Prior Year Adjustment	(4,711)	-
	<u> </u>	<u> </u>

Corporation tax has been charged on the profit at 25% (1994 25%)

B & M BARGAINS LIMITEDNOTES TO ACCOUNTSFOR THE YEAR ENDED 28th February 19955. TANGIBLE FIXED ASSETS

COST OR VALUATION	Motor Vehicles £	Plant & Equipment £	Fixtures & Fittings £	Expenditure on Leasehold Property £	Total £
At 1st March 1994	26,657	-	36,781	7,841	71,279
Additions in Year	-	-	13,197	-	13,197
At 28th February 1995	<u>26,657</u>	<u>-</u>	<u>49,978</u>	<u>7,841</u>	<u>84,476</u>
DEPRECIATION					
At 1st March 1994	15,411	-	26,903	1,046	43,360
Charge for Year	2,811	-	5,770	522	9,103
At 28th February 1995	<u>18,222</u>	<u>-</u>	<u>32,673</u>	<u>1,568</u>	<u>52,463</u>
NET BOOK VALUE					
At 28th February 1995	<u>8,435</u>	<u>-</u>	<u>17,305</u>	<u>6,273</u>	<u>32,013</u>
At 28th February 1994	<u>11,246</u>	<u>-</u>	<u>9,878</u>	<u>6,795</u>	<u>27,919</u>

6. STOCKS

	<u>1995</u> £	<u>1994</u> £
Goods for Resale	<u>85,621</u>	<u>98,999</u>

If valued at replacement cost at the 28th February 1995, stock of Goods for Resale would amount to £85,621 (1994 - £98,999).

B & M BARGAINS LIMITEDNOTES TO ACCOUNTSFOR THE YEAR ENDED 28th February 19957. DEBTORS

Amounts due within one year:	<u>1995</u>	<u>1994</u>
	£	£
Prepayments	5,705	5,831
ACT Recoverable	7,000	-
	<u>12,705</u>	<u>5,831</u>

8. CREDITORS

Amounts falling due within one year:	<u>1995</u>	<u>1994</u>
	£	£
Trade Creditors	-	44,671
Other Creditors:		
Taxation	31,785	31,943
Social Security and Other Taxes	16,912	24,712
Other Creditors	10,683	3,896
Accruals	1,600	1,655
	<u>60,980</u>	<u>106,877</u>

10. SHARE CAPITAL

	<u>ORDINARY SHARES OF £1 EACH</u>	
	<u>1995</u>	<u>1994</u>
	£	£
Authorised	<u>100</u>	<u>100</u>
Allotted, Issued and Fully Paid	<u>100</u>	<u>100</u>