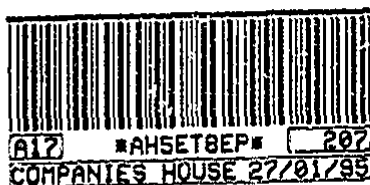


A M ADAMS HOLDINGS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
31 OCTOBER 1994

Company registration number: 2340896



A M ADAMS HOLDINGS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
31 OCTOBER 1994

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A M ADAMS HOLDINGS LIMITED

REPORT OF THE AUDITORS

TO THE DIRECTORS

We have examined the abbreviated financial statements on pages 3 to 6 together with the full financial statements of the company for the period ended 31 October 1994. The scope of our work for the purpose of this report was limited to confirming that the company is entitled to the exemptions claimed in the directors statement on page 3 and that the abbreviated accounts have been properly prepared from the full financial statements.

In our opinion the company is entitled, under sections 246 and 247 of the Companies Act 1985, to deliver abbreviated financial statements in respect of the period ended 31 October 1994 and that the abbreviated financial statements have been properly prepared in accordance with Schedule 8 to that Act.

We set out below the text of our report, dated 25 January 1995, to the members on the full financial statements prepared under section 226 of the Companies Act 1985, as amended by Part I of Schedule 8, for the period ended 31 October 1994:

We have audited the financial statements on pages 4 to 13 which have been prepared under the historical cost convention (as modified by the revaluation of certain fixed assets) and the accounting policies set out on page 7.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1, the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements 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 statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, 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 statements 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 statements.

A M ADAMS HOLDINGS LIMITED

REPORT OF THE AUDITORS

TO THE DIRECTORS

OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 October 1994 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

Robert Sayer

Registered Auditor Bristol 25.1.95.

A M ADAMS HOLDINGS LIMITED

ABBREVIATED BALANCE SHEET

31 OCTOBER 1994

| | Note | 1994 £ | 1993 £ |
|---|------|----------------|----------------|
| FIXED ASSETS | | | |
| Tangible assets | 2 | 403,947 | 396,603 |
| Investments | 3 | 400 | 200 |
| | | <u>404,347</u> | <u>396,803</u> |
| CURRENT ASSETS | | | |
| Debtors | 4 | 159,393 | 41,106 |
| | | <u>159,393</u> | <u>41,106</u> |
| CREDITORS: amounts falling due within one year | | 66,302 | 52,495 |
| | | <u>66,302</u> | <u>52,495</u> |
| NET CURRENT ASSETS | | 93,091 | (11,389) |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | |
| | | 497,438 | 385,414 |
| CREDITORS: amounts falling due after more than one year | 5 | 288,935 | 312,450 |
| PROVISIONS FOR LIABILITIES AND CHARGES | | 23,477 | 14,636 |
| | | <u>23,477</u> | <u>14,636</u> |
| | | (312,412) | (327,086) |
| | | <u>185,026</u> | <u>58,328</u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 6 | 100 | 100 |
| Profit and loss account | | 184,926 | 58,228 |
| | | <u>185,026</u> | <u>58,328</u> |

In preparing these abbreviated financial statements, we have relied upon the exemptions for individual financial statements under Section A, Part III of Schedule 8 of the Companies Act 1985, on the grounds that the company is entitled to the benefits of those exemptions as a small company.

Approved by the board on 15 January 1995

DIRECTORS

A M Adams

D N Adams

The notes on page 4 to 6 form part of these financial statements.

A M ADAMS HOLDINGS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

31 OCTOBER 1994

1. ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention.

1.a DEPRECIATION OF TANGIBLE ASSETS

Depreciation is calculated to write off the cost of fixed assets over their expected useful lives by the reducing balance method at the following rates per annum:

| | |
|-----------------------|-----|
| Fixtures and fittings | 10% |
| Plant and equipment | 10% |
| Motor vehicles | 20% |

1.b DEFERRED TAXATION

Deferred taxation is the taxation attributable to timing differences between profits computed for taxation purposes and profits as stated in the financial statements .

Transfers to and from deferred taxation are calculated at the rate of corporation tax in force at the end of the period in which the transfers are made, adjusting for any changes in rate as compared with the preceding period.

1.c LEASED ASSETS

In accordance with the principles of Statement of Standard Accounting Practice No. 21 assets used by the company funded by finance leases and hire purchase contracts have been capitalised. A charge is made against profit for the financing of such leases.

A M ADAMS HOLDINGS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED)

31 OCTOBER 1994

2. TANGIBLE FIXED ASSETS

| | Total £ |
|-----------------------|----------------|
| COST | |
| At 1 May 1993 | 420,476 |
| Additions | 22,261 |
| Disposals | (12,387) |
| At 31 October 1994 | <u>430,350</u> |
| DEPRECIATION | |
| At 1 May 1993 | 23,876 |
| Charge for period | 10,052 |
| Disposals | (7,525) |
| At 31 October 1994 | <u>26,403</u> |
| NET BOOK VALUE | |
| At 31 October 1994 | <u>403,947</u> |
| At 30 April 1993 | <u>396,600</u> |

3. FIXED ASSET INVESTMENTS

| | 1994 £ | 1993 £ |
|---|------------|------------|
| Investments in subsidiaries: | | |
| Shares at cost less amounts written off | 200 | 250 |
| Investment additions | 200 | - |
| Investments written off | - | (50) |
| | <u>400</u> | <u>200</u> |

The investment additions in the year represent the entire issued ordinary share capital of two newly incorporated UK companies.

The investments are as follows:

| Name of company | Aqua Design & Play Internl Ltd | Venus Internl UK Ltd | Sauna UK Limited | Golden Coast Swimming Pools Limited |
|--|--------------------------------------|----------------------------|---------------------|---|
| Interest in the £1 ordinary share capital at 31 October 1994 | 100% | 100% | 100% | 100% |
| Country of incorporation | England | England | England | England |
| Capital and reserves | | | | |
| At 31 October 1994 | (63,763) | 100 | 83,233 | 47,031 |
| At 30 April 1993 | N/A | N/A | 105,282 | 9,367 |
| Profit for the period ended 31 October 1994 | (63,863) | - | (22,049) | 37,664 |
| 30 April 1993 | N/A | N/A | (18,132) | 9,359 |
| Value under equity method | | | | |
| at 31 October 1994 | - | 100 | 30,216 | 47,031 |
| at 30 April 1993 | N/A | N/A | 52,265 | 9,367 |

A M ADAMS HOLDINGS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED)

31 OCTOBER 1994

4. DEBTORS

All amounts are due within one year.

5. CREDITORS

Included in creditors are the following amounts due after more than one year:

| | 1994 £ | 1993 £ |
|---|----------------|----------------|
| Bank loans: | | |
| - due in more than one and less than two years | 18,000 | 18,000 |
| - due in more than two and less than five years | 54,000 | 54,000 |
| - due after five years | 216,935 | 240,450 |
| Other creditors | - | - |
| | <u>288,935</u> | <u>312,450</u> |

The bank loan which totals £306,935 is repayable in monthly instalments. The rate of interest on the loan is 1 7/8% over base rate.

The bank loan is secured by a fixed charge over the freehold factory premises Gratton Way, Roundswell Industrial Estate, Barnstable, Devon dated 30 April 1989.

6. SHARE CAPITAL

| | 1992 £ | 1991 £ |
|---|--------------|--------------|
| Authorised: 1000 ordinary shares of £1 each | <u>1,000</u> | <u>1,000</u> |
| Allotted, issued but not paid up: 100 ordinary shares of £1 each | <u>100</u> | <u>100</u> |