

FWT (UK) LIMITED
FINANCIAL STATEMENTS
FOR
31 MAY 2000

Company Registration Number 03781145



HURST MORRISON THOMSON
Chartered Accountants & Registered Auditors
5 Fairmile
Henley-on-Thames
Oxon
RG9 2JR

FWT (UK) LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2000

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FWT (UK) LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 MAY 2000

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 May 2000.

PRINCIPAL ACTIVITIES

The company was incorporated on 2 June 1999 and commenced trading as from that date. The company has authorised share capital of 1,000 ordinary £1 shares of which 2 were issued at par for cash. The principal activity of the company during the year was the sale of garden furniture and related products.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 31 May 2000	At 1 June 1999 or later date of appointment
E A Sykes	1	-
M Cousins	1	-
	<u>2</u>	<u>2</u>

E A Sykes was appointed as a director on 2 June 1999.

M Cousins was appointed as a director on 2 June 1999.

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and of the profit or loss for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on page 6, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also prepare the financial statements 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 statements comply with the Companies Act 1985. The directors 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.

AUDITORS

A resolution to re-appoint Hurst Morrison Thomson as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

FWT (UK) LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MAY 2000

SMALL COMPANY PROVISIONS

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

Registered office:
Victoria House Management
Desborough Street
High Wycombe
Buckinghamshire
HP11 2NF

Signed on behalf of the directors



Director

Approved by the directors on 23/8/01

Hurst Morrison Thomson

Chartered Accountants

5 Fairmile
Henley-on-Thames
Oxfordshire
RG9 2JR

Tel: 01491 579866
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Email: hmt@hmtgroup.co.uk
Direct Line:

FWT (UK) LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS

YEAR ENDED 31 MAY 2000

We have audited the financial statements on pages 4 to 7 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE 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.

OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 May 2000 and of the profit of the company for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

5 Fairmile
Henley-on-Thames
Oxon
RG9 2JR

HURST MORRISON THOMSON
Chartered Accountants
& Registered Auditors

28th March 2001

[Signature]

FWT (UK) LIMITED**PROFIT AND LOSS ACCOUNT****YEAR ENDED 31 MAY 2000**

	Note	2000 £
TURNOVER		88,915
Cost of sales		<u>59,079</u>
GROSS PROFIT		29,836
Distribution costs		2,450
Administrative expenses		<u>26,229</u>
OPERATING PROFIT	2	1,157
Tax on profit on ordinary activities		<u>(1,000)</u>
RETAINED PROFIT FOR THE FINANCIAL YEAR		<u>157</u>

The notes on pages 6 to 7 form part of these financial statements.

FWT (UK) LIMITED

BALANCE SHEET

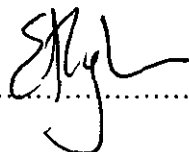
31 MAY 2000

	Note	2000 £
FIXED ASSETS		
Tangible assets	3	<u>62,500</u>
CURRENT ASSETS		
Stocks		10,121
Debtors	4	<u>87,089</u>
		97,210
CREDITORS: Amounts falling due within one year	5	<u>(159,551)</u>
NET CURRENT LIABILITIES		<u>(62,341)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>159</u>
CAPITAL AND RESERVES		
Called-up equity share capital	7	2
Profit and Loss Account		<u>157</u>
SHAREHOLDERS' FUNDS		<u>159</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved by the directors on the 23/3/01, and are signed on their behalf by:

.....
Director



The notes on pages 6 to 7 form part of these financial statements.

FWT (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2000

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Turnover

The turnover shown in the Profit and Loss Account represents amounts invoiced during the year.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings - 25% straight line

Stocks

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

2. OPERATING PROFIT

Operating profit is stated after charging:

	2000 £
Directors' emoluments	-
Depreciation	2,500
Auditors' fees	<u>5,000</u>

3. TANGIBLE FIXED ASSETS

	Leasehold Property £	Fixtures & Fittings £	Total £
COST			
Additions	55,000	10,000	65,000
At 31 May 2000	<u>55,000</u>	<u>10,000</u>	<u>65,000</u>
DEPRECIATION			
Charge for the year	-	2,500	2,500
At 31 May 2000	<u>-</u>	<u>2,500</u>	<u>2,500</u>
NET BOOK VALUE			
At 31 May 2000	<u>55,000</u>	<u>7,500</u>	<u>62,500</u>

FWT (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2000

4. DEBTORS

	2000 £
Trade debtors	86,612
Other debtors	477
	<u>87,089</u>

5. CREDITORS: Amounts falling due within one year

	2000 £
Bank loans and overdrafts	29,369
Trade creditors	36,467
Amounts owed to group undertakings	71,196
Other creditors	20,519
Accruals and deferred income	2,000
	<u>159,551</u>

The bank overdraft is secured by a fixed and floating charge over certain assets of the company.

6. RELATED PARTY TRANSACTIONS

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

7. SHARE CAPITAL

Authorised share capital:

	2000 £
1,000 Ordinary shares of £1.00 each	<u>1,000</u>

Allotted, called up and fully paid:

	2000 £
Issue of ordinary shares	<u>2</u>

The company issued 2 ordinary £1 shares at par for cash to establish the capital base of the company.