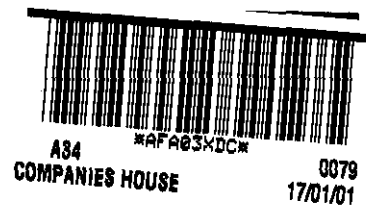


ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2000

FOR

HOLROSE LIMITED



HOLROSE LIMITED

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FOR THE YEAR ENDED 30 JUNE 2000

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HOLROSE LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 30 JUNE 2000

DIRECTORS:	P Lloyd R C Taylor C D Johnson
SECRETARY:	P Lloyd
REGISTERED OFFICE:	Britannia House Rough Hey Road Grimsargh Preston Lancashire PR2 5AR
REGISTERED NUMBER:	00182321 (England and Wales)
AUDITORS:	Downham Train Epstein Chartered Accountants Registered Auditors DTE House Greater Manchester BL9 8AT
BANKERS:	The Co-operative Bank plc 147 Church Street Preston Lancashire PR2 5AR
SOLICITORS:	Taylors Solicitors Rawlings House Exchange Street Blackburn Lancashire BB1 7SN

HOLROSE LIMITED

REPORT OF THE AUDITORS TO
HOLROSE LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the year ended 30 June 2000 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

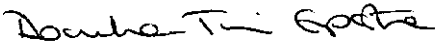
The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements 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 consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did 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 financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to five are properly prepared in accordance with those provisions.



Downham Train Epstein
Chartered Accountants
Registered Auditors
DTE House
Greater Manchester
BL9 8AT

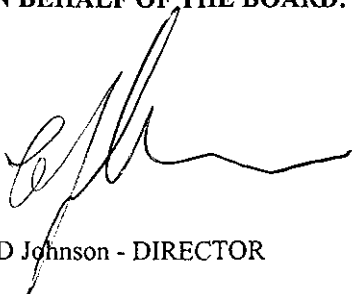
Dated: 13 December 2000

HOLROSE LIMITED**ABBREVIATED BALANCE SHEET****30 JUNE 2000**

		30.6.00		30.6.99	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		2,846		2,554
CURRENT ASSETS:					
Stocks		299,102		362,265	
Debtors	3	355,290		337,255	
Cash at bank		7,956		17,004	
		662,348		716,524	
CREDITORS: Amounts falling due within one year	4	449,535		448,345	
NET CURRENT ASSETS:			212,813		268,179
TOTAL ASSETS LESS CURRENT LIABILITIES:			£215,659		£270,733
CAPITAL AND RESERVES:					
Called up share capital	5		3,500		3,500
Profit and loss account			212,159		267,233
SHAREHOLDERS' FUNDS:			£215,659		£270,733

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:



C D Johnson - DIRECTOR

Approved by the Board on 8 December 2000

The notes form part of these financial statements

HOLROSE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2000

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 March 2000).

Turnover

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

Tangible fixed assets

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

Fixtures and fittings - 15% on reducing balance

Stocks

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

Cost includes all direct expenditure.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

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.

2. TANGIBLE FIXED ASSETS

	<u>Total</u>
	£
COST:	
At 1 July 1999	9,244
Additions	924
At 30 June 2000	10,168
DEPRECIATION:	
At 1 July 1999	6,690
Charge for year	632
At 30 June 2000	7,322
NET BOOK VALUE:	
At 30 June 2000	2,846
At 30 June 1999	2,554

HOLROSE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS **FOR THE YEAR ENDED 30 JUNE 2000**

3. DEBTORS FALLING DUE AFTER MORE THAN ONE YEAR

	30.6.00	30.6.99
	£	£
Amounts owed by group undertakings	96,932	96,932
	<u>96,932</u>	<u>96,932</u>

4. CREDITORS

The following secured debts are included within creditors:

	30.6.00	30.6.99
	£	£
Bank loans and overdrafts	225,999	189,182
	<u>225,999</u>	<u>189,182</u>

5. CALLED UP SHARE CAPITAL

Authorised:			30.6.00	30.6.99
Number:	Class:	Nominal value:	£	£
5,000	Ordinary shares	£1	5,000	5,000
			<u>5,000</u>	<u>5,000</u>

Allotted, issued and fully paid:			30.6.00	30.6.99
Number:	Class:	Nominal value:	£	£
3,500	Ordinary shares	£1	3,500	3,500
			<u>3,500</u>	<u>3,500</u>

6. ULTIMATE PARENT COMPANY

The ultimate holding company is Associated Yarns Limited, a company registered in England and Wales.

D.T.E.	VP.	
	CODE	
VP. 17.		
GROUP 2	✓	
GROUP 3		
GROUP 4		
GROUP 5		
GROUP 6		