

**BAXTER HART & ABRAHAM LIMITED**  
**ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2000**

Miller & Co  
Chartered Accountants  
Registered Auditors  
86 Princess Street  
Luton  
Bedfordshire  
LU1 5AT



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**for the Year Ended 30 June 2000**

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**COMPANY INFORMATION**  
**for the Year Ended 30 June 2000**

|                           |                                                                                                                       |
|---------------------------|-----------------------------------------------------------------------------------------------------------------------|
| <b>DIRECTORS:</b>         | T C Horn<br>G S Horn<br>R C Horn ACA                                                                                  |
| <b>SECRETARY:</b>         | T C Horn                                                                                                              |
| <b>REGISTERED OFFICE:</b> | 141 New Bedford Road<br>Luton<br>Bedfordshire<br>LU3 1LF                                                              |
| <b>REGISTERED NUMBER:</b> | 00569293                                                                                                              |
| <b>AUDITORS:</b>          | Miller & Co<br>Chartered Accountants<br>Registered Auditors<br>86 Princess Street<br>Luton<br>Bedfordshire<br>LU1 5AT |
| <b>BANKERS:</b>           | Barclays Bank plc<br>28 George Street<br>Luton<br>Bedfordshire<br>LU1 2AE                                             |

**REPORT OF THE AUDITORS TO  
BAXTER HART & ABRAHAM LIMITED  
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated financial statements on pages four to seven, 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 four to seven are properly prepared in accordance with those provisions.

**Other information**

On 2<sup>nd</sup> September 2000 we reported, as auditors to the shareholders of the company on the financial statements for the year ended 30 June 2000 prepared under Section 226 of the Companies Act 1985, and our report was as follows:

"We have audited the financial statements on pages four to ten 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 six.

**Respective responsibilities of directors and auditors**

As described on page two the company's directors are responsible for the preparation of 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.

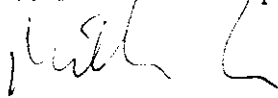
**Qualified opinion arising from disagreement about accounting treatment**

Contrary to the requirements of Statement of Standard Accounting Practice No.19, the accounts do not include investment property at open market value. Details of the directors opinion of the open market value of the company's property is given in note 6.

**BAXTER HART & ABRAHAM LIMITED**

**REPORT OF THE AUDITORS TO  
BAXTER HART & ABRAHAM LIMITED  
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

Except for the failure to comply with Statement of Standard Accounting Practice No.19, in our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 June 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985."



Miller & Co  
Chartered Accountants  
Registered Auditors  
86 Princess Street  
Luton  
Bedfordshire  
LU1 5AT

Dated: 29 September 2000

## ABBREVIATED BALANCE SHEET

30 June 2000

|                                                       |       | 2000           |                        | 1999           |                        |
|-------------------------------------------------------|-------|----------------|------------------------|----------------|------------------------|
|                                                       | Notes | £              | £                      | £              | £                      |
| <b>FIXED ASSETS:</b>                                  |       |                |                        |                |                        |
| Tangible assets                                       | 2     |                | 75,670                 |                | 79,141                 |
| Investments                                           | 3     |                | 10,220                 |                | 10,220                 |
|                                                       |       |                | <u>85,890</u>          |                | <u>89,361</u>          |
| <b>CURRENT ASSETS:</b>                                |       |                |                        |                |                        |
| Stocks                                                |       | 78,610         |                        | 77,335         |                        |
| Debtors                                               |       | 98,869         |                        | 88,530         |                        |
| Cash at bank and in hand                              |       | 161,123        |                        | 128,226        |                        |
|                                                       |       | <u>338,602</u> |                        | <u>294,091</u> |                        |
| <b>CREDITORS:</b> Amounts falling due within one year |       | <u>101,104</u> |                        | <u>82,807</u>  |                        |
| <b>NET CURRENT ASSETS:</b>                            |       |                | <u>237,498</u>         |                | <u>211,284</u>         |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>         |       |                | <u>323,388</u>         |                | <u>300,645</u>         |
| <b>PROVISIONS FOR LIABILITIES AND CHARGES:</b>        |       |                | <u>1,847</u>           |                | <u>1,673</u>           |
|                                                       |       |                | <u><u>£321,541</u></u> |                | <u><u>£298,972</u></u> |
| <b>CAPITAL AND RESERVES:</b>                          |       |                |                        |                |                        |
| Called up share capital                               | 4     |                | 1,000                  |                | 1,000                  |
| Profit and loss account                               |       |                | 320,541                |                | 297,972                |
| <b>SHAREHOLDERS' FUNDS:</b>                           |       |                | <u><u>£321,541</u></u> |                | <u><u>£298,972</u></u> |

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:

R C Horn ACA - DIRECTOR

Approved by the Board on

  
29 September 2000

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.

|                       |                           |
|-----------------------|---------------------------|
| Freehold property     | - 2% on cost              |
| Fixtures and fittings | - 10% on cost             |
| Motor vehicles        | - 20% on reducing balance |

Investment property has not been included at its open market value which is contrary to the requirements of Statement of Standard Accounting Practice No. 19.

**Stocks**

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

**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.

**Pensions**

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable for the year are charged in the profit and loss account.

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**  
for the Year Ended 30 June 2000

**2. TANGIBLE FIXED ASSETS**

|                         | <u>Total</u>    |
|-------------------------|-----------------|
|                         | £               |
| <b>COST:</b>            |                 |
| At 1 July 1999          | 160,629         |
| Additions               | 5,483           |
| Disposals               | <u>(17,390)</u> |
| At 30 June 2000         | <u>148,722</u>  |
| <b>DEPRECIATION:</b>    |                 |
| At 1 July 1999          | 81,488          |
| Charge for year         | 4,842           |
| Eliminated on disposals | <u>(13,278)</u> |
| At 30 June 2000         | <u>73,052</u>   |
| <b>NET BOOK VALUE:</b>  |                 |
| At 30 June 2000         | <u>75,670</u>   |
| At 30 June 1999         | <u>79,141</u>   |

**3. FIXED ASSET INVESTMENTS**

|                                    | £             |
|------------------------------------|---------------|
| <b>COST:</b>                       |               |
| At 1 July 1999<br>and 30 June 2000 | <u>10,220</u> |
| <b>NET BOOK VALUE:</b>             |               |
| At 30 June 2000                    | <u>10,220</u> |
| At 30 June 1999                    | <u>10,220</u> |

The company's investments at the balance sheet date in the share capital of unlisted companies include the following:

**Barford Brothers Limited**  
Nature of business: commission dyers

|                  |         |
|------------------|---------|
|                  | %       |
| Class of shares: | holding |
| Ordinary         | 33.33   |

|                                | 30.11.99      | 30.11.98       |
|--------------------------------|---------------|----------------|
|                                | £             | £              |
| Aggregate capital and reserves | 308,962       | 252,565        |
| Profit/(Loss) for the year     | <u>56,397</u> | <u>(2,567)</u> |

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**  
for the Year Ended 30 June 2000

**4. CALLED UP SHARE CAPITAL**

| Authorised:                      |                       | Nominal<br>value: | 2000         | 1999         |
|----------------------------------|-----------------------|-------------------|--------------|--------------|
| Number:                          | Class:                |                   | £            | £            |
| 1,000                            | Ordinary              | £1                | 1,000        | 1,000        |
| 5,000                            | Redeemable preference | £1                | 5,000        | 5,000        |
|                                  |                       |                   | <u>6,000</u> | <u>6,000</u> |
|                                  |                       |                   |              |              |
| Allotted, issued and fully paid: |                       | Nominal<br>value: | 2000         | 1999         |
| Number:                          | Class:                |                   | £            | £            |
| 1,000                            | Ordinary              | £1                | <u>1,000</u> | <u>1,000</u> |

**5. TRANSACTIONS WITH DIRECTORS**

The company owns 33.33% of the ordinary share capital of Barford Brothers Limited, an associated company, of which R C Horn is also a director.

During the year the company purchased goods to the value £96,459 from Barford Brothers Limited, in the ordinary course of business. It also received a management fee during the year of £18,000 from Barford Brothers Limited. At 30 June 2000 the company owed Barford Brothers Limited £6,611.

The company has guaranteed the bank overdraft of Grove Dyers Limited, a company of which R C Horn is both a director and shareholder, to the extent of £50,000.