

1190813

COPY FOR
REGISTRAR OF
COMPANIES

MARSHA INTERIORS LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31ST JULY 1995

RICHARD ANTHONY & COMPANY
Chartered Accountants



MARSHA INTERIORS LIMITED

YEAR ENDED 31ST JULY 1995

Company Information

Directors	:	Mr C W Lewis Mrs M K Lewis
Secretary	:	Mrs M K Lewis
Registration Number	:	1190813
Registered Office	:	13 Station Road Finchley London N3 2SB

MARSHA INTERIORS LIMITED

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FOR THE YEAR ENDED 31ST JULY 1995

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The following pages do not form part
of the statutory financial statements

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MARSHA INTERIORS LIMITEDREPORT OF THE DIRECTORS

The directors present their report with the financial statements of the company for the year ended 31st July 1995.

PRINCIPAL ACTIVITY The principal activity of the company in the year under review was that of Interior Designers.

REVIEW OF BUSINESS The directors consider the results achieved on the ordinary activities before taxation to be satisfactory.

RESULTS AND DIVIDENDS The results for the year are set out on page 2. The directors do not recommend the payment of a dividend for the year.

FUTURE DEVELOPMENTS There are no significant developments taking place in respect of the company's affairs.

EVENTS SINCE THE END OF THE YEAR There were no material events affecting the company since the end of the year.

DIRECTORS The directors who held office during the year and their interests at the beginning and at the end of the year, in the issued ordinary share capital were as follows:

	Beneficial	Non Beneficial
Mr C W Lewis	30	30
Mrs M K Lewis	140	-

AUDITORS

In accordance with the Companies Act 1985, the company is exempt from the requirement to have its financial statements audited, but has appointed Richard Anthony & Company as Reporting Accountants.



Secretary - Mrs M K Lewis

Approved by the Board on this 20th day of June 1996

MARSHA INTERIORS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST JULY 1995

	<u>NOTES</u>	<u>£</u>	<u>£</u>	<u>1994</u>	<u>£</u>
TURNOVER	1(b), 2		-		1,996
Cost of Sales			-		4,424
GROSS LOSS			-		(2,428)
Distribution Costs		28,594		27,102	
Administrative Expenses		37,954		33,782	
			(66,548)		(60,884)
OPERATING LOSS	3		(66,548)		(63,312)
Other Interest Receivable and Similar Income	5		75,407		69,864
Interest Payable and Similar Charges	6		(4,590)		(3,808)
PROFIT on ordinary activities before Taxation			4,269		2,744
TAXATION	7		(1,148)		(722)
PROFIT on ordinary activities after Taxation			3,121		2,022
RETAINED PROFIT at 1st August 1994			14,622		12,600
RETAINED PROFIT at 31st July 1995			17,743		14,622

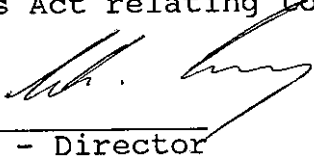
Notes on pages 4 to 8 form an integral part of the financial statements.

MARSHA INTERIORS LIMITED
BALANCE SHEET AS AT 31ST JULY 1995

	<u>NOTES</u>	<u>£</u>	<u>£</u>	<u>1994</u>	<u>£</u>
FIXED ASSETS					
Tangible Assets	1(c), 8		409,516		402,086
CURRENT ASSETS					
Debtors	9	53,721		40,655	
Cash and Bank Balances		58,999		48,335	
		<u>112,720</u>		<u>88,990</u>	
CREDITORS: Amounts falling due within one year	10	100,170		72,131	
		<u>112,720</u>		<u>88,990</u>	
NET CURRENT ASSETS			12,550		16,859
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>422,066</u>		<u>418,945</u>
CREDITORS: Amounts falling due after more than one year					
Mortgage Loan	11		(45,000)		(45,000)
			<u>377,066</u>		<u>373,945</u>
CAPITAL AND RESERVES					
Called up Share Capital	12		200		200
Profit and Loss Account	13		17,743		14,622
Revaluation Reserve	13		359,123		359,123
			<u>377,066</u>		<u>373,945</u>
SHAREHOLDERS FUNDS	14		<u>377,066</u>		<u>373,945</u>

The company was entitled, for the year ended 31st July 1995 to the exemption under subsection (1) of Section 249A of the Companies Act 1985. No member or members of the company have requested an audit under Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibility for ensuring the company keeps accounting records which comply with Section 221, and for preparing financial statements that give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year, in accordance with the requirements of Section 226, and which otherwise comply with this Act relating to financial statements.


C W Lewis - Director

Approved by the Board on the 20th day of June 1996

Notes on pages 4 to 8 form an integral part of the financial statements.

MARSHA INTERIORS LIMITEDNOTES TO THE FINANCIAL STATEMENTS - 31ST JULY 1995**1. ACCOUNTING POLICIES****(a) Basis of Accounting**

The financial statements have been prepared under the historical cost convention and in accordance with the appropriate accounting standards. They include the results of the company's operations which are described in the Directors Report, all of which are continuing.

(b) Turnover

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

(c) 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	- 10% on written down value
Motor vehicles	- 25% on written down value
Boat and Trailer	- 25% on written down value

(d) Freehold Investments Properties

The freehold investment properties are not depreciated in accordance with statement of Standard Accounting Practices 19, and are stated at open market value. However the Companies Act 1985 requires all fixed assets to be depreciated over their useful economic life to write off their costs.

In the opinion of the directors the departure from Companies Act 1985 results in the financial statements giving a true and fair view of the company's fixed assets and of its results for the year.

(e) Deferred Taxation

Provision is made for taxation liabilities arising from the allocation of items to different periods for taxation and for accounting purposes, except where it is probable that a liability will not crystallise because of the availability of tax allowances for fixed asset expenditure in advance of depreciation.

(f) Cash Flow Statement

The company qualifies as a small company as defined in Section 247 of the Companies Act 1985 and is, therefore, exempt from preparing a Cash Flow Statement as specified by paragraph 8 of Financial Reporting Standard No. 1.

2. TURNOVER

The turnover and profit before taxation is attributable to the one principal activity of the company.

An analysis of turnover is given below:

	<u>1995</u>	<u>1994</u>
	<u>£</u>	<u>£</u>
United Kingdom	-	1,996

MARSHA INTERIORS LIMITEDNOTES TO THE FINANCIAL STATEMENTS - 31ST JULY 1995
(Continued)**3. OPERATING LOSS**

	<u>1995</u>	<u>1994</u>
	<u>£</u>	<u>£</u>
The operating loss is stated after charging:		
Depreciation	3,379	4,007
Directors Remuneration	2,900	2,900

4. DIRECTORS REMUNERATION

	<u>1995</u>	<u>1994</u>
	<u>£</u>	<u>£</u>
Directors remuneration excluding employers National Insurance amounted to:		
Emoluments	2,900	2,900

5. OTHER INTEREST RECEIVABLE AND SIMILAR INCOME

	<u>1995</u>	<u>1994</u>
	<u>£</u>	<u>£</u>
Boat Hire	300	550
Bank Interest Receivable	2,200	1,303
Rents Receivable	69,280	63,104
Commissions Received	3,627	4,907
	75,407	69,864

6. INTEREST PAYABLE AND SIMILAR CHARGES

	<u>1995</u>	<u>1994</u>
	<u>£</u>	<u>£</u>
Bank Loans and Overdrafts	4,590	3,773
Interest on Late Payment of Corporation Tax	-	35
	4,590	3,808

7. TAXATION

The tax charge on the profits on ordinary activities for the year was as follows:

	<u>1995</u>	<u>1994</u>
	<u>£</u>	<u>£</u>
United kingdom Corporation Tax at 25%	1,148	722

MARSHA INTERIORS LIMITEDNOTES TO THE FINANCIAL STATEMENTS - 31ST JULY 1995
(Continued)**8. TANGIBLE FIXED ASSETS**

	Freehold Investment Property	Boat and Trailer	Fixtures and Fittings	Motor Vehicles	Total
	£	£	£	£	£
Cost or Valuation:					
At 1st August 1994	390,000	73,032	456	28,973	492,461
Additions	9,379	-	1,430	-	10,809
At 31st July 1995	399,379	73,032	1,886	28,973	503,270
Depreciation:					
At 1st August 1994	-	64,906	363	25,106	90,375
Charge for Year	-	2,031	381	967	3,379
At 31st July 1995	-	66,937	744	26,073	93,754
Net Book Value:					
At 31st July 1995	399,379	6,095	1,142	2,900	409,516
At 31st July 1994	390,000	8,126	93	3,867	402,086

The freehold investment property was valued at open market value basis, in January 1996, by the director of the company. The surplus on Revaluation was transferred to Revaluation Reserve as shown in note 13.

The historic cost of freehold investment properties is £40,256.

9. DEBTORS

	<u>1995</u> £	<u>1994</u> £
Trade Debtors	-	3,713
Other Debtors	365	2,523
Amounts owed by Related Undertakings	40,444	33,549
Prepayments and Accrued Income	1,912	870
Directors Loan Account	11,000	-
	<u>53,721</u>	<u>40,655</u>

MARSHA INTERIORS LIMITED**NOTES TO THE FINANCIAL STATEMENTS - 31ST JULY 1995**

(Continued)

9. DEBTORS (Continued)Financial Transactions with Directors

The following loans with directors were outstanding during the year:

<u>Name</u>	<u>Nature</u>	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>	<u>Highest Balance</u> <u>During Year</u> <u>£</u>
Mr C W Lewis	Personal	11,000	-	11,000

**10. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
Amounts owed to Related Undertakings	92,442	28,492
Corporation Tax	908	3,049
Other Creditors	-	25,000
Directors Loan Accounts	220	6,320
Accruals and deferred income	6,600	9,270
	100,170	72,131

**11. CREDITORS AMOUNTS FALLING DUE
AFTER MORE THAN ONE YEAR**

	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
Bank Loan	45,000	45,000

The bank loan is repayable in full no later than November 1998 and is secured by a fixed charge on the freehold investment properties held by the Company and other related Companies under Common Control and by way of a personal guarantee of one of the directors of the Company.

The bank bears interest at 9.125% per annum.

12. CALLED UP SHARE CAPITAL

	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
Authorised: 1,000 Ordinary shares of £1 each	1,000	1,000
Allotted, issued and fully paid: 200 Ordinary shares of £1 each	200	200

MARSHA INTERIORS LIMITEDNOTES TO THE FINANCIAL STATEMENTS - 31ST JULY 1995

(Continued)

13. RESERVES

	Revaluation Reserve	Profit and Loss Account
	<u>£</u>	<u>£</u>
At 1st August 1994	359,123	14,622
Profit for the Year	-	7,049
At 31st July 1995	359,123	21,671

**14. RECONCILIATION OF MOVEMENTS
IN SHAREHOLDERS' FUNDS**

	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
Profit for the Financial Year	3,121	2,022
Opening Shareholders' Funds	373,945	371,923
Closing Shareholders' Funds	377,066	373,945

15. CONTINGENT LIABILITY

The company has together with two connected companies entered into a loan agreement, the details of which are given in Note 11. Each company is jointly and severally liable up to the total amount outstanding. At 31st July 1995 total loan outstanding amounted to £863,000.