

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2004
FOR
CERAMICA IMPEX LIMITED



CERAMICA IMPEX LIMITED

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FOR THE YEAR ENDED 31 MARCH 2004**

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CERAMICA IMPEX LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2004

DIRECTOR: Mr H L Namli

SECRETARY: Miss S Beaumont

REGISTERED OFFICE: Springfield House
South Parade
Doncaster
DN1 2EG

REGISTERED NUMBER: 1479217

AUDITORS: Arthur Wigglesworth & Co
Chartered Accountants &
Registered Auditors
Springfield House
South Parade
Doncaster
DN1 2EG

CERAMICA IMPEX LIMITED
REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 31 MARCH 2004

The director presents his report with the accounts of the company for the year ended 31 March 2004.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the import and distribution of ceramic tiles

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed accounts.

DIVIDENDS

An interim dividend of £2500 per share was paid on 10 March 2004. The director recommends that no final dividend be paid.

The total distribution of dividends for the year ended 31 March 2004 will be £250,000.

DIRECTOR

Mr H L Namli was the sole director during the year under review.

His beneficial interest in the issued share capital of the company was as follows:

	31.3.04	1.4.03
Ordinary £1 shares	100	100

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the director is required to

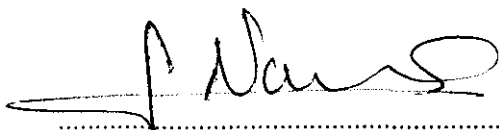
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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

The auditors, Arthur Wigglesworth & Co, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:


.....
Mr H L Namli - Director

Date: 25-01-2005

**REPORT OF THE INDEPENDENT AUDITORS TO
CERAMICA IMPEX LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages four to fifteen, together with the full financial statements of the company for the year ended 31 March 2004 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of director and auditors

The director is responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with that provision 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 accounts and that the abbreviated accounts 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 accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages four to fifteen are properly prepared in accordance with that provision.



Arthur Wigglesworth & Co
Chartered Accountants &
Registered Auditors
Springfield House
South Parade
Doncaster
DN1 2EG

Date: 27 January 2005

CERAMICA IMPEX LIMITED

**ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2004**

		<u>2004</u>	<u>2003</u>
	Notes	£	£
GROSS PROFIT		2,071,534	2,090,224
Administrative expenses		<u>1,841,761</u>	<u>1,844,904</u>
OPERATING PROFIT	3	229,773	245,320
Interest receivable and similar income		<u>55,590</u>	<u>54,897</u>
		285,363	300,217
Interest payable and similar charges	4	<u>132</u>	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		285,231	300,217
Tax on profit on ordinary activities	5	<u>57,000</u>	<u>58,422</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		228,231	241,795
Dividends	6	<u>250,000</u>	<u>200,000</u>
		(21,769)	41,795
Retained profit brought forward		<u>1,011,132</u>	<u>969,337</u>
RETAINED PROFIT CARRIED FORWARD		<u>£989,363</u>	<u>£1,011,132</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current and previous years.

The notes form part of these abbreviated accounts

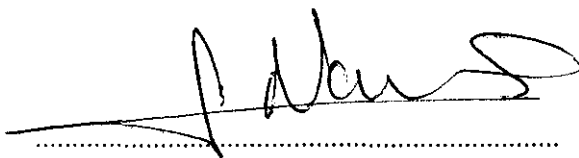
CERAMICA IMPEX LIMITED

**ABBREVIATED BALANCE SHEET
31 MARCH 2004**

		2004		2003	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	7		159,700		85,493
CURRENT ASSETS:					
Stocks	8	855,657		327,785	
Debtors	9	2,335,041		1,700,523	
Cash at bank and in hand		1,418,158		1,598,295	
		<u>4,608,856</u>		<u>3,626,603</u>	
CREDITORS: Amounts falling due within one year	10	<u>3,772,191</u>		<u>2,700,864</u>	
NET CURRENT ASSETS:			<u>836,665</u>		<u>925,739</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			996,365		1,011,232
CREDITORS: Amounts falling due after more than one year	11		6,902		-
			<u>£989,463</u>		<u>£1,011,232</u>
CAPITAL AND RESERVES:					
Called up share capital	13		100		100
Profit and loss account			989,363		1,011,132
SHAREHOLDERS' FUNDS:	14		<u>£989,463</u>		<u>£1,011,232</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

ON BEHALF OF THE BOARD:



.....
Mr H L Namli - Director

Approved by the Board on 25-01-2005

The notes form part of these abbreviated accounts

CERAMICA IMPEX LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2004

	Notes	2004		2003	
		£	£	£	£
Net cash inflow from operating activities	1		387,338		299,390
Returns on investments and servicing of finance	2		55,458		54,897
Taxation			(58,422)		(60,000)
Capital expenditure	2		(125,772)		(43,540)
Equity dividends paid			(450,000)		(50,000)
			<u>(191,398)</u>		<u>200,747</u>
Financing	2		11,261		-
(Decrease)/Increase in cash in the period			<u><u>£(180,137)</u></u>		<u><u>£200,747</u></u>
Reconciliation of net cash flow to movement in net funds	3				
(Decrease)/Increase in cash in the period			(180,137)		200,747
Cash inflow from increase in debt and lease financing			<u>(11,261)</u>		<u>-</u>
Change in net funds resulting from cash flows			<u>(191,398)</u>		<u>200,747</u>
Movement in net funds in the period			<u>(191,398)</u>		<u>200,747</u>
Net funds at 1 April			<u>1,598,295</u>		<u>1,397,548</u>
Net funds at 31 March			<u><u>£1,406,897</u></u>		<u><u>£1,598,295</u></u>

The notes form part of these abbreviated accounts

CERAMICA IMPEX LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2004**

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2004 £	2003 £
Operating profit	229,773	245,320
Depreciation charges	51,565	27,343
Profit on sale of fixed assets	-	(2,555)
Increase in stocks	(527,872)	(204,586)
Increase in debtors	(634,518)	(241,023)
Increase in creditors	1,268,390	474,891
Net cash inflow from operating activities	<u>387,338</u>	<u>299,390</u>

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2004 £	2003 £
Returns on investments and servicing of finance		
Interest received	55,590	54,897
Interest element of hire purchase payments	(132)	-
Net cash inflow for returns on investments and servicing of finance	<u>55,458</u>	<u>54,897</u>
Capital expenditure		
Purchase of tangible fixed assets	(125,772)	(94,440)
Sale of tangible fixed assets	-	50,900
Net cash outflow for capital expenditure	<u>(125,772)</u>	<u>(43,540)</u>
Financing		
New loan taken out in year	11,261	-
Net cash inflow from financing	<u>11,261</u>	<u>-</u>

The notes form part of these abbreviated accounts

CERAMICA IMPEX LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2004**

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.03 £	Cash flow £	At 31.3.04 £
Net cash:			
Cash at bank and in hand	1,598,295	(180,137)	1,418,158
	<u>1,598,295</u>	<u>(180,137)</u>	<u>1,418,158</u>
Debt:			
Hire purchase	-	(11,261)	(11,261)
	<u>-</u>	<u>(11,261)</u>	<u>(11,261)</u>
Total	<u>1,598,295</u>	<u>(191,398)</u>	<u>1,406,897</u>
Analysed in Balance Sheet			
Cash at bank and in hand	1,598,295		1,418,158
Hire purchase			
within one year	-		(4,359)
after one year	-		(6,902)
	<u>1,598,295</u>		<u>1,406,897</u>

The notes form part of these abbreviated accounts

CERAMICA IMPEX LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2004

1. ACCOUNTING POLICIES

Accounting convention

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

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 or, if held under a finance lease, over the lease term, whichever is the shorter.

Leasehold property	- 20% on cost
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 50% 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.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. STAFF COSTS

	2004 £	2003 £
Wages and salaries	1,322,951	1,462,392
Social security costs	152,077	178,832
Other pension costs	920	920
	<u>1,475,948</u>	<u>1,642,144</u>

CERAMICA IMPEX LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2004**

2. STAFF COSTS - continued

The average monthly number of employees during the year was as follows:

	2004	2003
Selling	3	2
Administrative	4	3
Operational	1	-
	<u>8</u>	<u>5</u>

3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2004 £	2003 £
Hire of plant and machinery	4,838	-
Depreciation - owned assets	48,296	27,343
Depreciation - assets on hire purchase contracts	3,269	-
Profit on disposal of fixed assets	-	(2,555)
Auditors' remuneration	4,000	13,760
Operating lease- hire of other assets	<u>58,233</u>	<u>28,112</u>
Director's emoluments	<u>1,231,123</u>	<u>1,444,600</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>1</u>	<u>1</u>
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Information regarding the highest paid director is as follows:

	2004 £	2003 £
Emoluments etc	1,231,123	1,444,600
Pension contributions to money purchase schemes	<u>920</u>	<u>920</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2004 £	2003 £
Hire purchase	<u>132</u>	<u>-</u>

CERAMICA IMPEX LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2004**

5. TAXATION

Analysis of the tax charge

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

	2004 £	2003 £
Current tax:		
UK corporation tax	57,000	58,422
	<u>57,000</u>	<u>58,422</u>
Tax on profit on ordinary activities	<u>57,000</u>	<u>58,422</u>

UK corporation tax has been charged at 19% (2003 - 19.19%).

6. DIVIDENDS

	2004 £	2003 £
Equity shares:		
Interim	250,000	-
Final	-	200,000
	<u>250,000</u>	<u>200,000</u>

7. TANGIBLE FIXED ASSETS

	Leasehold property £	Plant and machinery £	Fixtures and fittings £
COST:			
At 1 April 2003	-	-	47,154
Additions	13,457	18,436	34,631
	<u>13,457</u>	<u>18,436</u>	<u>81,785</u>
At 31 March 2004	<u>13,457</u>	<u>18,436</u>	<u>81,785</u>
DEPRECIATION:			
At 1 April 2003	-	-	32,583
Charge for year	2,691	4,609	7,380
	<u>2,691</u>	<u>4,609</u>	<u>39,963</u>
At 31 March 2004	<u>2,691</u>	<u>4,609</u>	<u>39,963</u>
NET BOOK VALUE:			
At 31 March 2004	<u>10,766</u>	<u>13,827</u>	<u>41,822</u>
At 31 March 2003	<u>-</u>	<u>-</u>	<u>14,571</u>

CERAMICA IMPEX LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2004**

7. TANGIBLE FIXED ASSETS - continued

	Motor vehicles	Computer equipment	Totals
	£	£	£
COST:			
At 1 April 2003	92,300	7,155	146,609
Additions	43,575	15,673	125,772
	<u>135,875</u>	<u>22,828</u>	<u>272,381</u>
At 31 March 2004			
DEPRECIATION:			
At 1 April 2003	23,075	5,458	61,116
Charge for year	28,200	8,685	51,565
	<u>51,275</u>	<u>14,143</u>	<u>112,681</u>
At 31 March 2004			
NET BOOK VALUE:			
At 31 March 2004	<u>84,600</u>	<u>8,685</u>	<u>159,700</u>
At 31 March 2003	<u>69,225</u>	<u>1,697</u>	<u>85,493</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery
	£
COST:	
Additions	13,076
	<u>13,076</u>
At 31 March 2004	
DEPRECIATION:	
Charge for year	3,269
	<u>3,269</u>
At 31 March 2004	
NET BOOK VALUE:	
At 31 March 2004	<u>9,807</u>

8. STOCKS

	2004 £	2003 £
Stock	<u>855,657</u>	<u>327,785</u>

CERAMICA IMPEX LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2004**

**9. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2004 £	2003 £
Trade debtors	2,321,291	1,689,973
Prepayments	13,750	10,550
	<u>2,335,041</u>	<u>1,700,523</u>

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

	2004 £	2003 £
Hire purchase contracts (see note 12)	4,359	-
Trade creditors	1,578,444	859,651
Directors current accounts	1,267,767	679,951
Dividend proposed	-	200,000
V.A.T.	185,281	149,539
Social security & other taxes	619,299	722,993
Taxation	57,000	58,422
Accrued expenses	60,041	30,308
	<u>3,772,191</u>	<u>2,700,864</u>

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

	2004 £	2003 £
Hire purchase contracts (see note 12)	6,902	-
	<u>6,902</u>	<u>-</u>

CERAMICA IMPEX LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2004**

12. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	Hire purchase contracts	
	2004	2003
	£	£
Gross obligations repayable:		
Within one year	4,676	-
Between one and five years	7,404	-
	<u>12,080</u>	<u>-</u>
Finance charges repayable:		
Within one year	317	-
Between one and five years	502	-
	<u>819</u>	<u>-</u>
Net obligations repayable:		
Within one year	4,359	-
Between one and five years	6,902	-
	<u>11,261</u>	<u>-</u>

The following payments are committed to be paid within one year:

	Land and buildings operating leases	
	2004	2003
	£	£
Expiring:		
Within one year	9,020	-
In more than five years	55,000	30,808
	<u>64,020</u>	<u>30,808</u>

CERAMICA IMPEX LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2004

13. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2004	2003
			£	£
10,000	Ordinary	£1	<u>10,000</u>	<u>10,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2004	2003
			£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

14. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2004	2003
	£	£
Profit for the financial year	228,231	241,795
Dividends	<u>(250,000)</u>	<u>(200,000)</u>
Net (reduction)/addition to shareholders' funds	<u>(21,769)</u>	<u>41,795</u>
Opening shareholders' funds	<u>1,011,232</u>	<u>969,437</u>
Closing shareholders' funds	<u><u>989,463</u></u>	<u><u>1,011,232</u></u>
Equity interests	<u><u>989,463</u></u>	<u><u>1,011,232</u></u>

15. ULTIMATE CONTROL OF THE COMPANY

The company is under the ultimate control of Mr H L Namli, director, who also owns the whole of the issued share capital of the company.