

HOBSON PARAGON (UK) LIMITED
ABBREVIATED FINANCIAL STATEMENTS

31ST AUGUST 1998

Registered number: 1661663

DAINS
CHARTERED ACCOUNTANTS



HOBSON PARAGON (UK) LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31st August 1998

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HOBSON PARAGON (UK) LIMITED

**Auditors' report to
Hobson Paragon (UK) Limited
under section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements set out on pages 2 to 4, together with the financial statements of the company for the year ended 31st August 1998 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

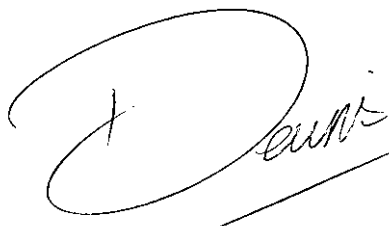
We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report does 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 2 to 4 are properly prepared in accordance with those provisions.

Rugeley

2 JUNE 1999



Dains
Registered Auditors
Chartered Accountants

HOBSON PARAGON (UK) LIMITED

ABBREVIATED BALANCE SHEET

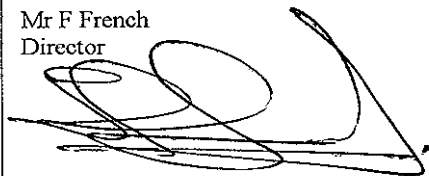
at 31st August 1998

	Note	£	1998	£	£	1997	£
Fixed assets							
Intangible assets	2		-			450	
Tangible assets	2		218,018			226,434	
			<u>218,018</u>			<u>226,884</u>	
Current assets							
Stocks		44,414			55,735		
Debtors		63,987			92,285		
Cash at bank and in hand		621			12,256		
		<u>109,022</u>			<u>160,276</u>		
Creditors: amounts falling due within one year		<u>(95,520)</u>			<u>(128,795)</u>		
Net current assets			<u>13,502</u>			<u>31,481</u>	
Total assets less current liabilities			<u>231,520</u>			<u>258,365</u>	
Creditors: amounts falling due after more than one year	3		<u>(208,241)</u>			<u>(220,701)</u>	
			<u>23,279</u>			<u>37,664</u>	
Capital and reserves							
Called up share capital	4		2,000			2,000	
Profit and loss account			21,279			35,664	
Total shareholders' funds			<u>23,279</u>			<u>37,664</u>	

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 4 were approved by the board of directors on 2 JUNE 1999 and signed on its behalf by:

Mr F French
Director



HOBSON PARAGON (UK) LIMITED
NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st August 1998

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement as conferred by Financial Reporting Standard No. 1 (Revised 1996) on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Freehold property	not provided
Computer equipment	25% on reducing balance
Motor vehicles	25% on reducing balance
Fixtures and fittings	15% on reducing balance
Goodwill	written off over 15 years

Depreciation on freehold property

Depreciation is not provided on freehold property. The directors consider that taking into account the company's policy of maintaining the property in a good state of repair and of the market value of the property being at least equal to the amount stated in the accounts, any future diminution in value will be charged through the profit and loss account as it arises.

HOBSON PARAGON (UK) LIMITED
NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st August 1998

2 Fixed assets

Cost	Intangible fixed assets £	Tangible fixed assets £	Total £
1st September 1997 and 31st August 1998	6,750	290,463	297,213
Depreciation			
1st September 1997	6,300	64,029	70,329
Charge for the year	450	8,416	8,866
31st August 1998	6,750	72,445	79,195
Net book amount			
31st August 1998	-	218,018	218,018
1st September 1997	450	226,434	226,884

3 Creditors:

	1998 £	1997 £
Creditors include the following amounts:		
Amounts falling due after more than five years:		
Bank loans	113,017	123,924
Other loans	95,224	94,993
Secured creditors		
Yorkshire Bank mortgage account	129,556	139,745

HOBSON PARAGON (UK) LIMITED
NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st August 1998

4 Called up share capital

	1998		1997	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>
Allotted called up and fully paid				
Ordinary shares of £1 each	<u>2,000</u>	<u>2,000</u>	<u>2,000</u>	<u>2,000</u>