

Registrar's Copy

B. T. S. KNITWEAR LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 1996

Beechams

Chartered Accountants
3 Bedford Row,
London,
WC1R 4BU.



B. T. S. KNITWEAR LIMITED

AUDITORS' REPORT TO B. T. S. KNITWEAR LIMITED PURSUANT TO SECTION 247B TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 4 together with the financial statements of B. T. S. Knitwear Limited prepared under section 226 of the Companies Act 1985 for the year ended 30 September 1996.

Respective responsibilities of directors and auditors

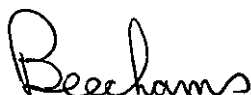
The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8A to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 2 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. 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 under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Schedule 8A to that Act, in respect of the year ended 30 September 1996, and the abbreviated accounts on pages 2 to 4 have been properly prepared in accordance with that Schedule.



Beechams

**Chartered Accountants
Registered Auditor**

Dated 19th June 1997

3 Bedford Row,
London,
WC1R 4BU.

B. T. S. KNITWEAR LIMITED

ABBREVIATED BALANCE SHEET AS AT 30 SEPTEMBER 1996

	Notes	1996 £	£	1995 £	£
Fixed assets					
Tangible assets	2		133,020		105,557
Current assets					
Stocks		63,235		68,874	
Debtors		157,186		145,985	
Cash at bank and in hand		422,345		330,608	
		<u>642,766</u>		<u>545,467</u>	
Creditors: amounts falling due within one year		<u>(229,689)</u>		<u>(193,270)</u>	
Net current assets			413,077		352,197
Total assets less current liabilities			<u>546,097</u>		<u>457,754</u>
Creditors: amounts falling due after more than one year	3		(35,264)		(13,630)
Provisions for liabilities and charges			<u>(9,859)</u>		<u>(14,205)</u>
			<u>500,974</u>		<u>429,919</u>
Capital and reserves					
Called up share capital	4		100		100
Profit and loss account			500,874		429,819
Shareholders' funds			<u>500,974</u>		<u>429,919</u>

In preparing these abbreviated accounts:

- Advantage has been taken of the exemptions conferred by Schedule 8A to the Companies Act 1985, and
- In the directors' opinion the company is entitled to these exemptions as a small company.

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and were approved by the board on 19 June 1997 and signed on their behalf by


A. Sharma
Director

B. T. S. KNITWEAR LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 1996

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	15% Reducing balance
Fixtures, fittings & equipment	15% Reducing balance
Motor vehicles	25% Reducing balance

1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5 Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

1.6 Pensions

The company operates a defined contribution pension scheme. The pension costs charged in the financial statements represent the contributions payable by the company during the year.

1.7 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

B. T. S. KNITWEAR LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 1996

2 Fixed assets

	Total £
Cost	
At 1 October 1995	297,788
Additions	59,924
Disposals	(22,500)
At 30 September 1996	335,212
Depreciation	
At 1 October 1995	192,231
On disposals	(17,288)
Charge for the year	27,249
At 30 September 1996	202,192
Net book value	
At 30 September 1996	133,020
At 30 September 1995	105,557

3 Creditors: amounts falling due after more than one year

The aggregate amount of creditors for which security has been given amounted to £57,866 (1995 - £21,065).

4 Share capital

	1996 £	1995 £
Authorised		
1,000 Ordinary shares of £1 each	1,000	1,000
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	100	100