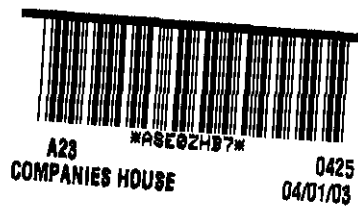


Company Registration No. 2076721 (England and Wales)

VIVA ENTERPRISES LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2002



VIVA ENTERPRISES LIMITED
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VIVA ENTERPRISES LIMITED
REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 31 MARCH 2002

The director presents his report and financial statements for the year ended 31 March 2002.

Activities and review of the business

The principal activity of the company is that of electrical and lighting retailers and wholesalers.

The results for the year and the financial position at the year end were considered satisfactory by the director who expects continued growth in the foreseeable future.

Results and dividends

The results for the year are set out at page 3. During the year the company paid dividends of £320,000 / 2001: £140,000.

Director

The director of the company and his interest in the shares of the company was as follows: -

	Ordinary Shares of £1 each	
	31.3.2002	31.3.2001
R Dangoor	1,000	1,000

Auditors

The auditors, Tung Sing & Co, will be proposed for reappointment in accordance with Section 385 of the Companies Act 1985.

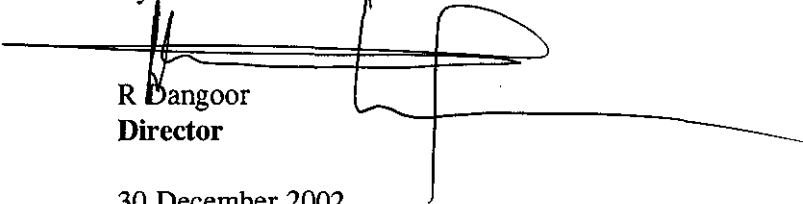
Statement of Director's responsibilities

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 the 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.

By order of the board


R Dangoor
Director

30 December 2002

VIVA ENTERPRISES LIMITED

AUDITORS' REPORT TO VIVA ENTERPRISES LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 3 to 12, together with the financial statements for the company for the year ended 31 March 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of director and auditors

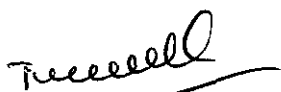
The director is responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the 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 carried out the procedures we considered 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 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 3 to 12 are properly prepared in accordance with that provision.



Tung Sing & Co
Chartered Accountants
Registered Auditor

26 Oakleigh Park South
London N20 9JU

30 December 2002

VIVA ENTERPRISES LIMITED
ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2002

	Notes	2002 £	2001 £
Gross profit		1,885,507	1,564,882
Other income	2	<u>163,261</u>	<u>123,261</u>
		2,048,768	1,688,143
Administrative expenses		<u>(1,604,431)</u>	<u>(1,278,073)</u>
Operating profit	3	444,337	410,070
Interest receivable		26,141	38,164
Interest payable		<u>(2,534)</u>	<u>(3,637)</u>
Profit on ordinary activities before taxation		467,944	444,597
Tax on profit on ordinary activities	5	<u>(67,614)</u>	<u>(71,132)</u>
Profit on ordinary activities after taxation		400,330	373,465
Dividend paid		<u>(320,000)</u>	<u>(140,000)</u>
Retained profit for the financial year		80,330	233,465
Retained profit brought forward		<u>2,256,726</u>	<u>2,023,261</u>
Retained profit carried forward		<u>2,337,056</u>	<u>2,256,726</u>

The profit and loss account has been prepared on the basis that all operations are continuing operations.

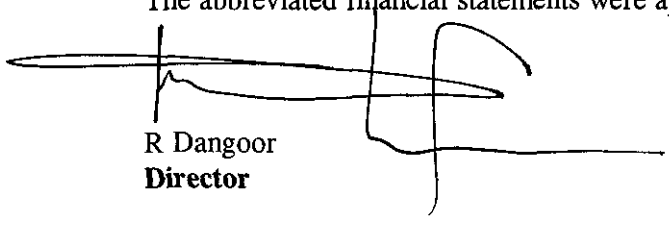
There are no recognised gains and losses other than those passing through the profit and loss account.

VIVA ENTERPRISES LIMITED
ABBREVIATED BALANCE SHEET
AS AT 31 MARCH 2002

	Notes	£	2002 £	£	2001 £
Fixed assets					
Tangible assets	6		476,486		468,555
Investments	7		<u>149</u>		<u>149</u>
			476,635		468,704
Current assets					
Stock	8	594,176		609,389	
Debtors	9	590,726		817,344	
Cash at bank and in hand		<u>1,709,645</u>		<u>1,316,201</u>	
		2,894,547		2,742,934	
Creditors: Amounts falling due within one year	10	<u>(958,670)</u>		<u>(882,238)</u>	
Net current assets			<u>1,935,877</u>		<u>1,860,696</u>
Total assets less current liabilities			2,412,512		2,329,400
Provisions for liabilities and charges	11		<u>(20,154)</u>		<u>(17,372)</u>
			<u>2,392,358</u>		<u>2,312,028</u>
Capital and reserves					
Called up share capital	13		1,000		1,000
Share premium			54,302		54,302
Profit and loss account			<u>2,337,056</u>		<u>2,256,726</u>
Shareholders' funds	14		<u>2,392,358</u>		<u>2,312,028</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.

The abbreviated financial statements were approved by the Director on 30 December 2002.


R Dangoor
Director

VIVA ENTERPRISES LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2002

	2002		2001	
	£	£	£	£
Net cash inflow from operating activities		644,497		428,471
Returns on investments and servicing of finance				
Interest received	26,141		38,164	
Interest paid	(2,534)		(3,637)	
Dividends received	<u>160,000</u>		<u>120,000</u>	
Net cash inflow for returns on investments and servicing of finance		183,607		154,527
Taxation		(62,735)		(21,679)
Capital expenditure				
Payments to acquire tangible assets	(52,925)		(66,409)	
Receipts from sales of tangible assets	<u>1,000</u>		<u>12,000</u>	
Net cash (outflow) for capital expenditure		(51,925)		(54,409)
Equity dividends paid		<u>(320,000)</u>		<u>(140,000)</u>
Increase in cash in the year		<u>393,444</u>		<u>366,910</u>

VIVA ENTERPRISES LIMITED
NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2002

1. Reconciliation of operating profit to net cash inflow from operating activities

	2002	2001
	£	£
Operating profit	284,337	290,070
Depreciation of tangible assets	41,363	38,765
Loss on disposal of fixed assets	2,631	621
Decrease / (Increase) in stocks	15,213	(165,538)
Decrease in debtors	226,618	126,350
Increase in creditors within one year	<u>74,335</u>	<u>138,203</u>
Net cash inflow from operating activities	<u>644,497</u>	<u>428,471</u>

2. Analysis of net funds

	1 April	Cash flow	31 March
	2001		2002
	£	£	£
Net cash			
Cash at bank and in hand	<u>1,316,201</u>	<u>393,444</u>	<u>1,709,645</u>
Net funds	<u>1,316,201</u>	<u>393,444</u>	<u>1,709,645</u>

3. Reconciliation of net cash flow to movement in net funds

	2002	2001
	£	£
Increase in cash in the year	393,444	165,936
Opening net funds	<u>1,316,201</u>	<u>949,291</u>
Closing net funds	<u>1,709,645</u>	<u>1,316,201</u>

VIVA ENTERPRISES LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2002

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention.

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: -

Freehold properties	-	2% Straight line
Leasehold properties	-	Over the term of the lease
Fixtures, fittings and equipment	-	15%-25% Reducing balance
Motor vehicles	-	25% Reducing balance

1.4. Stock

Stock is valued at the lower of cost and net realisable value.

1.5. Deferred taxation

Provision is provided on the liability method to take account of timing differences between the treatment of certain items for account purposes and their treatment for tax purposes. Tax deferred is accounted for in respect of all material differences.

1.6. Pensions

Pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with SSAP 24

1.7. Group accounts

The company has not prepared group financial statements as it is exempt from the requirement to do so by section 248 of the Companies Act 1985 on the grounds that the group is medium.

VIVA ENTERPRISES LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2002

2. Other income

	2002 £	2001 £
Rent received	3,261	3,261
Dividend received	<u>160,000</u>	<u>120,000</u>
	<u>163,261</u>	<u>123,261</u>

3. Operating profit

Operating profit is stated after charging:

	2002 £	2001 £
Director's remuneration	531,452	364,609
Director's pension contributions	110,548	50,000
Auditors remuneration	4,500	4,500
Depreciation	<u>41,363</u>	<u>38,765</u>

4. Staff costs

Staff costs, including the director's remuneration, were as follows: -

	2002 £	2001 £
Wages and salaries	1,028,683	814,985
Social security costs	111,120	89,272
Other pension costs	<u>111,318</u>	<u>50,000</u>
	<u>1,251,121</u>	<u>954,257</u>

The average monthly number of employees, including directors, during the year was as follows: -

	2002 Number	2001 Number
Office and administration	19	18
Sales and marketing	<u>13</u>	<u>13</u>
	<u>32</u>	<u>31</u>

VIVA ENTERPRISES LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2002

5. Taxation

	2002 £	2001 £
Corporation tax at 20.5%	64,832	63,078
Deferred tax	<u>2,782</u>	<u>8,054</u>
	<u>67,614</u>	<u>71,132</u>

6. Tangible fixed assets

	Leasehold Property (short) £	Freehold Properties £	Fixtures, Fittings & Equipment £	Motor Vehicle £	Total £
Cost					
As at 1.4.2001	56,509	330,915	163,919	59,439	610,782
Disposals	-	-	-	(11,475)	(11,475)
Additions	<u>-</u>	<u>-</u>	<u>47,067</u>	<u>5,858</u>	<u>52,925</u>
As at 31.3.2002	<u>56,509</u>	<u>330,915</u>	<u>210,986</u>	<u>53,822</u>	<u>652,232</u>
Depreciation					
As at 1.4.2001	5,140	38,001	65,159	33,927	142,227
Disposals	-	-	-	(7,844)	(7,844)
Charge for the year	<u>2,854</u>	<u>6,618</u>	<u>25,750</u>	<u>6,141</u>	<u>41,363</u>
As at 31.3.2002	<u>7,994</u>	<u>44,619</u>	<u>90,909</u>	<u>32,224</u>	<u>175,746</u>
Net Book Value					
As at 31.3.2002	<u>48,515</u>	<u>286,296</u>	<u>120,077</u>	<u>21,598</u>	<u>476,486</u>
As at 31.3.2001	<u>51,369</u>	<u>292,914</u>	<u>98,760</u>	<u>25,512</u>	<u>468,555</u>

VIVA ENTERPRISES LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2002

7. Fixed assets investments

	Related Company £	Subsidiary Company £	Total £
Cost			
As at 31 March 2001 and 2002	<u>50</u>	<u>99</u>	<u>149</u>

The company owns 50% of the issued share capital of Elite Electrical & Lighting Distributors Limited, a company incorporated in England, whose principal activity is that of electrical wholesalers and retailers.

The company owns 100% of the issued share capital of Lanestream Properties Limited, a company incorporated in England, whose principal activity is that of property investors. No consolidated accounts have been prepared as permitted by Section 248 of the Companies Act 1985.

Under the Equity Method of Accounting, the investments would be as follows: -

	Related Company £	Subsidiary Company £	Total £
Cost			
As at 31 March 2001	399,264	98,376	497,640
Share of profit	189,205	-	189,205
Dividend	<u>(160,000)</u>	<u>-</u>	<u>(160,000)</u>
As at 31 March 2002	<u>428,469</u>	<u>98,376</u>	<u>526,845</u>

8. Stocks

	2002 £	2001 £
Finished goods and goods for resale	<u>594,176</u>	<u>609,389</u>

VIVA ENTERPRISES LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2002

9. Debtors

	2002	2001
	£	£
Trade debtors	283,365	302,368
Other debtors and prepayments	<u>307,361</u>	<u>514,976</u>
	<u>590,726</u>	<u>817,344</u>

10. Creditors: Amounts falling due within one year

	2002	2001
	£	£
Trade creditors	420,010	432,198
Amount due to subsidiary company	98,376	98,376
Other taxes and social security costs	356,699	267,796
Director's current account	4,929	5,622
Other creditors and accruals	13,824	15,511
Corporation tax	<u>64,832</u>	<u>62,735</u>
	<u>958,670</u>	<u>882,238</u>

11. Provisions for liabilities and charges

Deferred tax is provided at 30% over the following timing differences:

	2002	2001
	£	£
Accelerated capital allowances	<u>20,154</u>	<u>17,372</u>

12. Pension costs

The company operates a defined pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension costs charge represents contributions payable by the company to the fund and amounted to £111,318 / 2001: £50,000.

VIVA ENTERPRISES LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2002

13. Share capital

	2002 £	2001 £
Authorised		
1,000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Authorised, Called Up and Fully Paid		
1,000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

14. Reconciliation of movements in shareholders' funds

	2002 £	2001 £
Balance as at 1 April 2001	2,312,028	2,078,563
Net profit for the year	400,330	373,465
Dividend paid	<u>(320,000)</u>	<u>(140,000)</u>
Balance as at 31 March 2002	<u>2,392,358</u>	<u>2,312,028</u>

15. Transactions with directors

- (a) During the year, the company purchased goods at cost amounting to £12,003 / 2001: £8,317 from Elite Electrical and Lighting Distributors Limited, a company of which Mr R Dangoor is a director.
- (b) During the year, the company paid rent of £48,750 / 2001: £48,750 to the company's independently administered pension fund. Mr R Dangoor is the beneficiary of that fund. This transaction was carried out on an arms length basis.

16. Control

The company was under the control of the director throughout the current and previous year.