



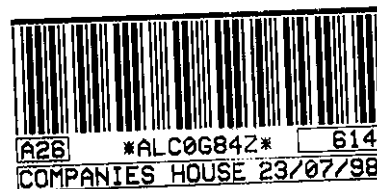
REGISTRAR OF COMPANIES

**PARAMOUNT OFFICE INTERIORS
LIMITED**

Abbreviated accounts

31 December 1997

**Deloitte & Touche
Blenheim House
Fitzalan Court
Newport Road
Cardiff
CF2 1TS**





Chartered Accountants

Deloitte & Touche
Blenheim House
Fitzalan Court
Newport Road
Cardiff CF2 1TS

Telephone: National 01222 481111
International + 44 1222 481111
Fax (Gp. 3): 01222 482615

AUDITORS' REPORT TO PARAMOUNT OFFICE INTERIORS LIMITED PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5 together with the financial statements of Paramount Office Interiors Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1997.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with sections 246(5) and (6) of the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated accounts prepared in accordance with those sections and whether the abbreviated accounts have been 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 audited financial statements, that the company is entitled to deliver abbreviated accounts 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 247 and 247A of the Companies Act 1985 to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, in respect of the year ended 31 December 1997, and the abbreviated accounts on pages 2 to 5 have been properly prepared in accordance with those provisions.

Deloitte & Touche

Chartered Accountants and
Registered Auditors

20 July 1998.



**BALANCE SHEET
31 December 1997**

	Note	1997 £	1996 £
FIXED ASSETS			
Tangible assets	2	258,273	279,651
CURRENT ASSETS			
Stocks and work in progress		64,576	35,907
Debtors		665,101	275,427
Cash at bank and in hand		281,515	161,092
		1,011,192	472,426
CREDITORS: amounts falling due within one year	3	890,155	401,984
NET CURRENT ASSETS		121,037	70,442
TOTAL ASSETS LESS CURRENT LIABILITIES		379,310	350,093
CREDITORS: amounts falling due after more than one year	4	(160,324)	(158,400)
		218,986	191,693
CAPITAL AND RESERVES			
Called up share capital	5	1,200	1,200
Profit and loss account		217,786	190,493
TOTAL EQUITY SHAREHOLDERS' FUNDS		218,986	191,693

Advantage is taken of the exemptions conferred by Section A of Part III of Schedule 8 of the Companies Act 1985 with respect to the delivery of individual accounts. In the opinion of the directors, the company is entitled to those exemptions on the grounds that it has met the qualifications for a small company specified in Sections 246 and 247.

Signed on behalf of the Board of Directors **20.7.98**

N C Guard FCCA

Director

NOTES TO THE BALANCE SHEET
31 December 1997

1 ACCOUNTING POLICIES

The financial statements are prepared in accordance with applicable accounting standards. The particular accounting policies adopted are described below.

Accounting convention

The financial statements are prepared under the historical cost convention.

Tangible fixed assets

Depreciation is provided on cost in equal annual instalments over the estimated useful lives of the assets. The rates of depreciation are as follows:

Motor vehicles	20% per annum
Fixtures, fittings, and office equipment	20% per annum
Freehold land and buildings	2% per annum
Leasehold improvements	over term

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost represents suppliers' invoice price.

Deferred taxation

Deferred taxation is provided on timing differences, arising from the different treatment of items for accounts and taxation purposes, which are expected to reverse in the future, calculated at rates at which it is estimated that tax will arise.

Leases

Assets held under hire purchase and finance leases and the related lease obligations are recorded in the balance sheet at the fair value of the leased assets at the inception of the leases. The amounts by which the lease payments exceed the recorded lease obligations are treated as finance charges which are amortised over each lease term to give a constant rate of charge on the remaining balance of the obligation.

Rental costs under operating leases are charged to the profit and loss account in equal annual amounts over the periods of the leases.

Pension costs

The pension costs of defined contribution schemes represent the amount of contributions payable to the pension scheme in respect of the accounting period.

NOTES TO THE BALANCE SHEET
31 December 1997

2 TANGIBLE FIXED ASSETS

	£
Cost	
At 1 January 1997	362,593
Additions in year	18,035
Disposals in year	(13,153)
At 31 December 1997	<u>367,475</u>
Accumulated depreciation	
At 1 January 1997	82,942
Charge in year	39,413
Disposals in year	(13,153)
At 31 December 1997	<u>109,202</u>
Net book value	
At 31 December 1997	<u><u>258,273</u></u>

3 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1997 £	1996 £
Creditors, amounts falling due within one year includes:		
Bank loans and overdraft	33,346	49,901
Obligations due under finance leases and HP contracts	16,300	11,900
	<u>49,646</u>	<u>61,801</u>

4 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	1997 £	1996 £
Creditors, amounts falling due after more than one year include:		
Bank loan	26,068	12,500
Obligations due under finance leases and HP contracts	7,800	13,900
Amounts payable wholly or partly after five years:		
Mortgage loan	101,740	106,920
	<u>129,608</u>	<u>133,320</u>

NOTES TO THE BALANCE SHEET
31 December 1997

5 CALLED UP SHARE CAPITAL

	1997 £	1996 £
Authorised		
2,000 ordinary shares of £1.00 each	2,000	2,000
Called up, allotted and fully paid		
1,200 ordinary shares of £1.00 each	1,200	1,200

6 ULTIMATE CONTROLLING PARTY

The company is ultimately under the control of the two directors and their respective wives, between them they hold 100% of the company's issued share capital.