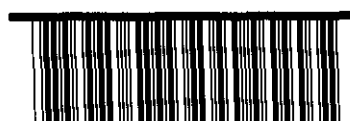


GRAYHART LIMITED
ABBREVIATED FINANCIAL STATEMENTS
31 MARCH 2001

Registered number: 2422607

DEY & CO
CHARTERED ACCOUNTANTS
Chesterfield



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COMPANIES HOUSE

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GRAYHART LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31 March 2001

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GRAYHART LIMITED**ACCOUNTANTS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS**

**Accountants' report
on the unaudited financial statements to the directors of
Grayhart Limited**

The following reproduces the text of the report prepared for the purposes of section 249A(1) of the Companies Act 1985 in respect of the company's annual financial statements, from which the abbreviated financial statements (set out on pages 2 to 4) have been prepared.

'As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 March 2001, set out on pages 4 to 10, and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.'

Chesterfield


Dey & Co
Chartered Accountants

GRAYHART LIMITED
ABBREVIATED BALANCE SHEET
at 31 March 2001

	Note	2001 £	2000 £
Fixed assets			
Tangible assets	2	149,178	4,344
Current assets			
Stocks		31,975	46,912
Debtors		8,429	7,109
Cash at bank and in hand		649	301
		<u>41,053</u>	<u>54,322</u>
Creditors: amounts falling due within one year		<u>(74,885)</u>	<u>(52,628)</u>
Net current (liabilities)/assets		<u>(33,832)</u>	<u>1,694</u>
Total assets less current liabilities		<u>115,346</u>	<u>6,038</u>
Creditors: amounts falling due after more than one year	3	(102,137)	(3,354)
Provision for liabilities and charges		<u>(732)</u>	<u>-</u>
		<u>12,477</u>	<u>2,684</u>
Capital and reserves			
Called up share capital	4	100	100
Profit and loss account		12,377	2,584
Total shareholders' funds		<u>12,477</u>	<u>2,684</u>

continued

GRAYHART LIMITED

ABBREVIATED BALANCE SHEET
(continued)

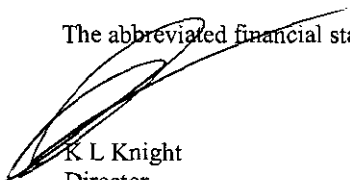
at 31 March 2001

The directors consider that for the year ended 31 March 2001 the company was entitled to exemption under subsection 1 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial year under subsection 2 of section 249B of the Act.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

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 and signed on its behalf by:


K L Knight
Director

GRAYHART LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 March 2001

1 Accounting policies**Basis of accounting**

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

The financial statements have also been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The company has taken advantage of the exemption from preparing a cash flow statement 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 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:

Land and buildings	4% straight line
Other tangible fixed assets	20% to 25% reducing balance

2 Fixed assets

Cost	Tangible fixed assets £
1 April 2000	25,710
Additions	153,222
31 March 2001	178,932
Depreciation	
1 April 2000	21,366
Charge for the year	8,388
31 March 2001	29,754
Net book amount	
31 March 2001	149,178
1 April 2000	4,344

GRAYHART LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 March 2001

3 Creditors

Creditors falling due after more than one year include loans from directors. These loans are classified as falling due after one year because the persons advancing the loans have agreed to defer repayment until the company has sufficient funds to make such repayments without prejudicing its ability to meet liabilities to other creditors.

4 Called up share capital

	2001		2000	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>
Allotted called up and fully paid				
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

5 Directors' interests and loans

As detailed in the directors' report the company is controlled by K L Knight and D Adlington.

During the year Grayhart Limited purchased the Outbuildings at Nether House Farm, Stubbing Court, Wingerworth from D Adlington a director of the company. The property was purchased at the current open market value of £145,000.

At 31 March 2001 the following loans were due by the company to the directors:

K L Knight	£8,773 (2000 £6,773)
D Adlington	£117,137 (2000 £137)

The loans are interest free and repayable on demand.