

REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2003
FOR
DYNE CARPET TILE COMPANY LIMITED



DYNE CARPET TILE COMPANY LIMITED

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FOR THE YEAR ENDED 30 JUNE 2003

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DYNE CARPET TILE COMPANY LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 30 JUNE 2003

DIRECTORS:

D Scowcroft
S N Scowcroft

SECRETARY:

D Scowcroft

REGISTERED OFFICE:

Unit 16, Langworthy Enterprise Park
Kansas Avenue
Salford
M5 2GL

REGISTERED NUMBER:

02460903 (England and Wales)

ACCOUNTANTS:

Hoban Nelson Lang
Chartered Accountants
National Westminster House
21/23 Stamford New Road
Altrincham
Cheshire
WA14 1BN

DYNE CARPET TILE COMPANY LIMITED

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 JUNE 2003

The directors present their report with the financial statements of the company for the year ended 30 June 2003.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the supply of carpet tiles.

DIRECTORS

The directors during the year under review were:

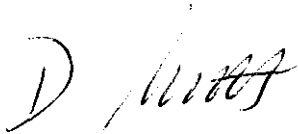
D Scowcroft
S N Scowcroft

The beneficial interests of the directors holding office on 30 June 2003 in the issued share capital of the company were as follows:

	30.6.03	1.7.02
Ordinary £1 shares		
D Scowcroft	80	80
S N Scowcroft	20	20

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



D Scowcroft - SECRETARY

Dated: 2 September 2003

DYNE CARPET TILE COMPANY LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2003

		2003	2002
	Notes	£	£
TURNOVER		403,672	363,808
Cost of sales		249,259	239,802
GROSS PROFIT		154,413	124,006
Administrative expenses		103,807	117,774
OPERATING PROFIT	2	50,606	6,232
Interest receivable and similar income		8	5
		50,614	6,237
Interest payable and similar charges		671	196
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		49,943	6,041
Tax on profit on ordinary activities	3	9,649	686
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		40,294	5,355
Dividends		20,000	-
		20,294	5,355
Retained profit brought forward		31,799	26,444
RETAINED PROFIT CARRIED FORWARD		£52,093	£31,799

The notes form part of these financial statements

DYNE CARPET TILE COMPANY LIMITED

BALANCE SHEET
30 JUNE 2003

		2003		2002	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	4		4,123		10,397
CURRENT ASSETS:					
Debtors	5	55,315		48,914	
Cash at bank and in hand		43,666		10,215	
		98,981		59,129	
CREDITORS: Amounts falling due within one year	6	50,911		37,627	
NET CURRENT ASSETS:			48,070		21,502
TOTAL ASSETS LESS CURRENT LIABILITIES:			£52,193		£31,899
CAPITAL AND RESERVES:					
Called up share capital	7		100		100
Profit and loss account			52,093		31,799
SHAREHOLDERS' FUNDS:			£52,193		£31,899

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 30 June 2003.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2003 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

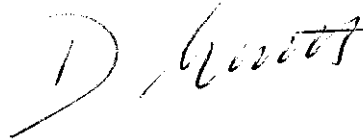
DYNE CARPET TILE COMPANY LIMITED

BALANCE SHEET
30 JUNE 2003

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:

D Scowcroft - DIRECTOR



S N Scowcroft - DIRECTOR



Approved by the Board on 2 September 2003

The notes form part of these financial statements

DYNE CARPET TILE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2003

1. **ACCOUNTING POLICIES**

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc	- 33% on cost and 25% on cost
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Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Deferred taxation

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of income and expenditure in taxation computations in periods different from those in which they are included in the accounts. Deferred tax assets are recognised to the extent that it is regarded as more likely than not they will be recovered. Deferred tax assets and liabilities are not discounted.

2. **OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	2003	2002
	£	£
Depreciation - owned assets	3,786	6,635
Profit on disposal of fixed assets	(1,275)	-
Pension costs	214	145
	<u> </u>	<u> </u>
Directors' emoluments and other benefits etc	-	-
	<u> </u>	<u> </u>

3. **TAXATION**

Included in the tax charge on the profit on ordinary activities for the year was an amount of £0 (2002 - £(450)) in respect of deferred tax.

DYNE CARPET TILE COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2003**

4. TANGIBLE FIXED ASSETS

	Plant and machinery etc
	£
COST:	
At 1 July 2002	30,952
Additions	238
Disposals	(14,525)
At 30 June 2003	16,665
DEPRECIATION:	
At 1 July 2002	20,556
Charge for year	3,786
Eliminated on disposals	(11,800)
At 30 June 2003	12,542
NET BOOK VALUE:	
At 30 June 2003	4,123
At 30 June 2002	10,397

**5. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2003 £	2002 £
Trade debtors	54,211	48,914
Prepayments	1,104	-
	55,315	48,914

**6. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2003 £	2002 £
Trade creditors	5,807	22,505
Directors current accounts	10,000	10,000
Other creditors	21,004	731
Social security & other taxes	4,485	3,254
Corporation tax	9,615	1,137
	50,911	37,627

DYNE CARPET TILE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2003

7. CALLED UP SHARE CAPITAL

Authorised:		Nominal value:	2003	2002
Number:	Class:		£	£
10,000	Ordinary	£1	<u>10,000</u>	<u>10,000</u>

Allotted, issued and fully paid:		Nominal value:	2003	2002
Number:	Class:		£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

8. TRANSACTIONS WITH DIRECTORS

During the year the company traded from premises owned by the directors, D Scowcroft and Mrs S N Scowcroft. It has made rental payments to them during the period of £8,700 (2002 £8,700), this represents a normal commercial rent.

9. RELATED PARTY DISCLOSURES

The company was under the control of Mr D Scowcroft throughout the current and previous year. Mr Scowcroft is the managing director and majority shareholder.

Mr and Mrs Scowcroft are also the directors and only shareholders of Manchester Carpet Tile Centre Limited (MCTC). During the year the following transactions took place between the two companies;

	2003	2002
	£	£
Purchases at cost	239,299	233,154
Proportion of expenses recharged from MCTC	13,549	15,410
Proportion of expenses recharged to MCTC	2,000	-

The net balance due from MCTC at 30 June 2003 was £5,302 (2002 due to MCTC £10,245).

DYNE CARPET TILE COMPANY LIMITED

REPORT OF THE ACCOUNTANTS TO THE DIRECTORS OF
DYNE CARPET TILE COMPANY LIMITED

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 30 June 2003 set out on pages three to eight 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.

Hoban Nelson Lang

Hoban Nelson Lang
Chartered Accountants
National Westminster House
21/23 Stamford New Road
Altrincham
Cheshire
WA14 1BN

Dated: 2 September 2003