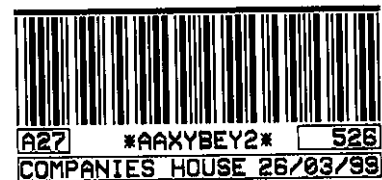


Company Registration No. 02694271 (England and Wales)

TOWNLEY DYESTUFFS LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 1998



TOWNLEY DYESTUFFS LIMITED

CONTENTS

	Page
Auditors' report	1
Abbreviated balance sheet	2
Notes to the abbreviated accounts	3 - 4

TOWNLEY DYESTUFFS LIMITED

AUDITORS' REPORT TO TOWNLEY DYESTUFFS LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the financial statements of the company for the year ended 31 May 1998 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

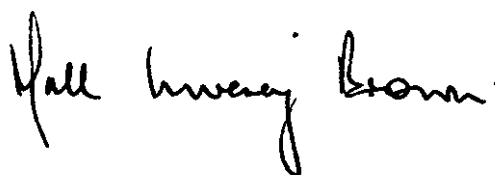
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are 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 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 sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.



Hall Livesey Brown

10 March 1999

Chartered Accountants
Registered Auditor

Chartered Accountants and Registered Auditors
68 High Street
Tarporley
Cheshire CW6 0AT

TOWNLEY DYESTUFFS LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 MAY 1998

	Notes	1998 £	£	1997 £	£
Fixed assets					
Tangible assets	2		144,139		114,301
Current assets					
Stocks		27,844		24,323	
Debtors		226,416		95,021	
Cash at bank and in hand		13,031		35,657	
		<u>267,291</u>		<u>155,001</u>	
Creditors: amounts falling due within one year		<u>(362,408)</u>		<u>(229,415)</u>	
Net current liabilities			(95,117)		(74,414)
Total assets less current liabilities			<u>49,022</u>		<u>39,887</u>
Creditors: amounts falling due after more than one year			<u>(15,161)</u>		<u>(7,322)</u>
			<u>33,861</u>		<u>32,565</u>
Capital and reserves					
Called up share capital	3		100		100
Profit and loss account			33,761		32,465
Shareholders' funds			<u>33,861</u>		<u>32,565</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the board on 1 March 1999



J R Cockhill
Director

TOWNLEY DYESTUFFS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MAY 1998

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 other than freehold land 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:

Land and buildings Freehold	1% Straight line
Plant and machinery	20% Straight line
Fixtures, fittings & equipment	15% Straight line
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.

1.5 Stock

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

1.6 Pensions

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

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.

TOWNLEY DYESTUFFS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MAY 1998

2 Fixed assets

	Tangible assets £
Cost	
At 1 June 1997	129,103
Additions	44,335
Disposals	(2,531)
At 31 May 1998	<u>170,907</u>
Depreciation	
At 1 June 1997	14,803
On disposals	(1,730)
Charge for the period	13,695
At 31 May 1998	<u>26,768</u>
Net book value	
At 31 May 1998	<u>144,139</u>
At 31 May 1997	<u>114,301</u>

3 Share capital

	1998 £	1997 £
Authorised		
10,000 Ordinary of £ 1 each	<u>10,000</u>	<u>10,000</u>
Allotted, called up and fully paid		
100 Ordinary of £ 1 each	<u>100</u>	<u>100</u>