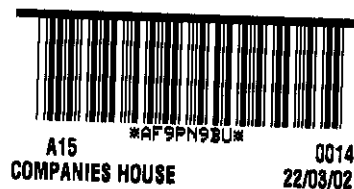


Registration Number 3227521

CLEY DEVELOPMENTS LIMITED

Abbreviated Accounts

for the year ended 31 July 2001



CLEY DEVELOPMENTS LIMITED

Contents

	Page
Auditors' Report	1 - 2
Abbreviated Balance Sheet	3
Notes to the Financial Statements	4 - 5

Auditors' Report to CLEY DEVELOPMENTS LIMITED
under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages 3 to 5 together with the financial statements of CLEY DEVELOPMENTS LIMITED for the year ended 31 July 2001 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing 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 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 in respect of the year ended 31 July 2001, and the abbreviated accounts on pages 3 to 5 are properly prepared in accordance with those provisions.

Other information

On 28 September 2001 we reported as auditors of CLEY DEVELOPMENTS LIMITED to the members on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 July 2001 and our audit report was as follows:

'We have audited the financial statements of CLEY DEVELOPMENTS LIMITED for the year ended 31 July 2001 which comprise the Profit and Loss Account, the Balance Sheet, and the related notes. These financial statements have been prepared under the historic cost convention and the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described on page 1 the directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with the relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

Auditors' Report to CLEY DEVELOPMENTS LIMITED
under Section 247B of the Companies Act 1985

We read other information contained in the Annual Report, and consider whether it is consistent with the audited financial statements. This other information comprises only the Directors' Report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of the information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 July 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985



Cannon Williamson Limited
Chartered Certified Accountants and
Registered Auditor

28 September 2001

Albion House
32 Pinchbeck Road
Spalding
Lincs
PE11 1QD

CLEY DEVELOPMENTS LIMITED

Abbreviated Balance Sheet as at 31 July 2001

	Notes	2001 £	2000 £
Fixed Assets			
Tangible assets	2	1,439	1,709
Current Assets			
Stocks		577,876	784,887
Debtors		77,546	11,508
Cash at bank and in hand		134,379	-
		<u>789,801</u>	<u>796,395</u>
Creditors: amounts falling due within one year	3	<u>(616,198)</u>	<u>(624,105)</u>
Net Current Assets		<u>173,603</u>	<u>172,290</u>
Total Assets Less Current Liabilities		<u>175,042</u>	<u>173,999</u>
Capital and Reserves			
Called up share capital	4	502	502
Share premium account		169,500	169,500
Profit and loss account		5,040	3,997
Shareholders' Funds		<u>175,042</u>	<u>173,999</u>

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

The abbreviated accounts were approved by the Board on 28 September 2001 and signed on its behalf by



J E Dutton
Director

The notes on pages 4 to 5 form an integral part of these financial statements.

CLEY DEVELOPMENTS LIMITED

Notes to the Abbreviated Financial Statements for the year ended 31 July 2001

1. Accounting Policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Other tangible assets - 10% on cost

1.4. Stock and work in progress

Work in progress is valued at the lower of cost and net realisable value.

1.5. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

2. Fixed assets

	Tangible fixed assets £
Cost	
At 1 August 2000	
At 31 July 2001	2,709
Depreciation	
Charge for year	270
At 31 July 2001	1,270
Net book values	
At 31 July 2001	1,439
At 31 July 2000	1,709

CLEY DEVELOPMENTS LIMITED

Notes to the Abbreviated Financial Statements for the year ended 31 July 2001

..... continued

3. Creditors: amounts falling due within one year	2001 £	2000 £
Creditors include the following:		
Secured creditors	<u>402,450</u>	<u>535,936</u>
4. Share capital	2001 £	2000 £
Authorised		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
502 Ordinary shares of £1 each	<u>502</u>	<u>502</u>