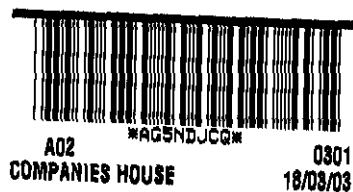


BLISS SALES LIMITED
DIRECTORS' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 2002



Company No. 3602721

BLISS SALES LIMITED

COMPANY INFORMATION

Directors

Mr J Dumbleton
Mrs J L Evans

Secretary

Mr J Dumbleton

Company number

3602721

Registered office

68 South Lambeth Road
London
SW8 1RL

Auditors

Everett & Son
35 Paul Street
London
EC2A 4UQ

BLISS SALES LIMITED

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Management profit and loss account	9

BLISS SALES LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST MARCH 2002

The directors present their report and the audited accounts for the company for the year ended 31st March 2002.

Principal activities and review of business

The company's principal activity during the year is that retail outlet for second hand goods.

Results

The results for the year are set out in the profit and loss account on page 4.

The directors consider the state of the company's affairs to be satisfactory.

Directors and their interests

The directors who held office during the year and their beneficial interests in the company's issued share capital are given below:

Name of director	Share type	At 31st March 2002	At 1st April 2001
Mr J Dumbleton	Ordinary	-	-
Mrs J L Evans	Ordinary	-	-

Statement of directors' responsibilities

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss for that year. In preparing those accounts the directors are required to:

Select suitable accounting policies and then apply them consistently;

Make judgements and estimates that are reasonable and prudent;

State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts;

Prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the company and enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

BLISS SALES LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST MARCH 2002

Auditors

A resolution to re-appoint Everett & Son Chartered Accountants and Registered Auditors as auditors will be put to the members at the Annual General Meeting.

On behalf of the Board



Mr J Dumbleton, Secretary
68 South Lambeth Road
London
SW8 1RL
27th January 2003

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF BLISS SALES LIMITED

We have audited the accounts of BLISS SALES LIMITED for the year ended 31st March 2002 on pages 4 to 8. These accounts have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the accounts in accordance with applicable law and United Kingdom Accounting Standards.

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

We report to you our opinion as to whether the accounts 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 accounts, 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.

We read the other information contained in the Annual Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of 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 accounts 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 information in the accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31st March 2002 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Everett & Son
Chartered Accountants and Registered Auditors
35 Paul Street
London
EC2A 4UQ
Date: 27th January 2003

BLISS SALES LIMITED**PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 31ST MARCH 2002**

	Notes	2002 £	2001 £
Turnover	2	40,430	36,050
Cost of sales		(21,645)	(13,361)
Gross profit		18,785	22,689
Administrative Expenses		(35,887)	(23,610)
Operating loss	3	(17,102)	(921)
Interest Receivable	5	580	889
Loss on ordinary activities before taxation		(16,522)	(32)
Tax on loss on ordinary activities	6	-	-
Loss for the financial year		(16,522)	(32)
Retained loss brought forward		(32)	-
Retained loss carried forward		(16,554)	(32)

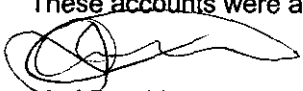
All amounts relate to continuing activities.

There were no recognised gains or losses for 2002 or 2001 other than those included in the profit and loss account.

BLISS SALES LIMITED**BALANCE SHEET****AS AT 31ST MARCH 2002**

	Notes	2002 £	2001 £
Current assets			
Debtors	7	1	1
Cash at bank and in hand		-	1,768
		<u>1</u>	<u>1,769</u>
Creditors: Amounts falling due within one year	8	<u>(16,554)</u>	<u>(1,800)</u>
Total assets less current liabilities		<u>(16,553)</u>	<u>(31)</u>
Capital and reserves			
Share capital	9	1	1
Profit and loss account		<u>(16,554)</u>	<u>(32)</u>
Shareholders' funds	10	<u>(16,553)</u>	<u>(31)</u>

These accounts were approved by the board on 27th January 2003 and signed on its behalf by:



Mr J Dumbleton
Director

BLISS SALES LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2002

1 Accounting policies

Basis of accounting

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Turnover

Turnover comprises the value of sales excluding value added tax and trade discounts.

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 crystallise.

2 Turnover

The turnover was derived from the company's principal activity which was carried out wholly in the UK.

3 Operating loss

The operating loss is stated after charging or crediting:

	2002	2001
	£	£
Auditors' remuneration	1,277	1,800

4 Directors and employees

Staff costs, including directors' remuneration, were as follows:

	2002	2001
	£	£
Wages and salaries	9,589	8,895
Social security costs	-	12
	9,589	8,907

The average monthly number of employees, including directors, during the year was as follows:

	2002	2001
	Number	Number
Management	2	2
Selling and distribution	3	3
	5	5

BLISS SALES LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2002

5	Interest receivable	2002	2001
		£	£
	Bank interest receivable	<u>580</u>	<u>889</u>
6	Taxation		
	No provision in respect of corporation tax has been made because there are losses available for future relief.		
7	Debtors	2002	2001
		£	£
	Other debtors	<u>1</u>	<u>1</u>
		<u>1</u>	<u>1</u>
8	Creditors: amounts falling due within one year	2002	2001
		£	£
	Other creditors	10,373	-
	Accruals and deferred income	<u>6,181</u>	<u>1,800</u>
		<u>16,554</u>	<u>1,800</u>
9	Share capital	2002	2001
		£	£
	Authorised		
	Equity shares		
	100 Ordinary shares of £1.00 each	<u>100</u>	<u>100</u>
		<u>100</u>	<u>100</u>
	Allotted		
	Equity shares		
	1 Allotted, called up and fully paid ordinary shares of £1.00 each	<u>1</u>	<u>1</u>
		<u>1</u>	<u>1</u>
10	Reconciliation of movement in shareholders' funds	2002	2001
		£	£
	Loss for the financial year	<u>(16,522)</u>	<u>(32)</u>
	Decrease in the shareholders' funds	<u>(16,522)</u>	<u>(32)</u>
	Opening shareholders' funds	<u>(31)</u>	<u>1</u>
	Closing shareholders' funds	<u>(16,553)</u>	<u>(31)</u>

BLISS SALES LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2002

11 Ultimate holding company

The company's immediate parent undertaking is Baby Life Support Systems which owns the whole of issued share capital of BLISS Sales Limited. Baby Life Support Systems is a charity and is incorporated as a company limited by guarantee in England and Wales.