REPORT OF THE DIRECTORS AND

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2004

FOR

CARTER CHERRILL LIMITED

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COMPANIES HOUSE 03/11/04

CARTER CHERRILL LIMITED

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for the Year Ended 31 August 2004

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CARTER CHERRILL LIMITED

COMPANY INFORMATION
for the Year Ended 31 August 2004

DIRECTORS:	G Cherrill D Carter
SECRETARY:	D Carter
REGISTERED OFFICE:	Rex House 354 Ballards Lane North Finchley London N12 0EG
REGISTERED NUMBER:	3615321 (England and Wales)
ACCOUNTANTS:	Foster Squires Chartered Certified Accountant Rex House 354 Ballards Lane North Finchley N12 0EG

CARTER CHERRILL LIMITED

REPORT OF THE DIRECTORS
for the Year Ended 31 August 2004

The directors present their report with the financial statements of the company for the year ended 31 August 2004.

PRINCIPAL ACTIVITY
The principal activity of the company in the year under review was that of florists.

DIRECTORS
The directors during the year under review were:

G Cherrill
D Carter

The beneficial interests of the directors holding office on 31 August 2004 in the issued share capital of the company were as follows:

	31.8.04	1.9.03
Ordinary Shares £1 shares		
G Cherrill	1	1
D Carter	1	1

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 Carter - Secretary

Date: 28.10.04

CARTER CHERRILL LIMITED

PROFIT AND LOSS ACCOUNT
for the Year Ended 31 August 2004

	Notes	31.8.04 £	31.8.03 £
TURNOVER		478,349	421,417
Cost of sales		216,954	180,625
GROSS PROFIT		261,395	240,792
Administrative expenses		78,096	67,064
OPERATING PROFIT	2	183,299	173,728
Interest receivable and similar income		1,147	184
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		184,446	173,912
Tax on profit on ordinary activities	3	35,056	33,317
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		149,390	140,595
Dividends	4	66,000	60,000
		83,390	80,595
Retained profit brought forward		80,595	-
RETAINED PROFIT CARRIED FORWARD		£163,985	£80,595

The notes form part of these financial statements

CARTER CHERRILL LIMITED

BALANCE SHEET
31 August 2004

	Notes	31.8.04 £	31.8.04 £	31.8.03 £	31.8.03 £
FIXED ASSETS:					
Intangible assets	5		90,000		90,000
Tangible assets	6		20,315		22,085
			110,315		112,085
CURRENT ASSETS:					
Stocks		420		350	
Debtors	7	51,946		39,384	
Cash at bank and in hand		81,237		84,190	
		133,603		123,924	
CREDITORS: Amounts falling due within one year	8	79,931		155,412	
NET CURRENT ASSETS/(LIABILITIES):			53,672		(31,488)
TOTAL ASSETS LESS CURRENT LIABILITIES:			£163,987		£80,597
CAPITAL AND RESERVES:					
Called up share capital	9		2		2
Profit and loss account			163,985		80,595
SHAREHOLDERS' FUNDS:			£163,987		£80,597

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 August 2004.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2004 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.

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:

.....

G Cherrill - Director

Approved by the Board on 28.10.2004

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 August 2004

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 - 25% on reducing balance

Stocks
Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax
Deferred tax arises as a result of including items of income and expenditure in taxation computations in periods different from those in which they are included in the company's accounts. Deferred tax is provided in full on timing differences which result in an obligation to pay more (or less) tax at a future date, at the average tax rates that are expected to apply when the timing differences reverse, based on current tax rates and laws.

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no commitment to sell the asset.

2. OPERATING PROFIT

The operating profit is stated after charging:

	31.8.04	31.8.03
	£	£
Depreciation - owned assets	1,770	2,362
Directors' emoluments and other benefits etc	9,200	3,845

3. TAXATION

Analysis of the tax charge
The tax charge on the profit on ordinary activities for the year was as follows:

	31.8.04	31.8.03
	£	£
Current tax:		
UK corporation tax	35,056	33,317
Tax on profit on ordinary activities	35,056	33,317

4. DIVIDENDS

	31.8.04	31.8.03
	£	£
Dividend paid	66,000	60,000

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 August 2004

5. INTANGIBLE FIXED ASSETS

	Goodwill
	£
COST:	
At 1 September 2003 and 31 August 2004	90,000
NET BOOK VALUE:	
At 31 August 2004	90,000
At 31 August 2003	90,000

6. TANGIBLE FIXED ASSETS

	Land and buildings	Plant and machinery etc	Totals
	£	£	£
COST:			
At 1 September 2003 and 31 August 2004	15,000	9,447	24,447
DEPRECIATION:			
At 1 September 2003	-	2,362	2,362
Charge for year	-	1,770	1,770
At 31 August 2004	-	4,132	4,132
NET BOOK VALUE:			
At 31 August 2004	15,000	5,315	20,315
At 31 August 2003	15,000	7,085	22,085

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.04	31.8.03
	£	£
Trade debtors	51,446	39,384
Prepayments	500	-
	51,946	39,384

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.04	31.8.03
	£	£
Trade creditors	20,000	20,000
Directors current account	1,013	80,605
Hire purchase	11,588	11,588
Corporation tax	35,056	33,317
Vat	10,774	8,402
Accrued expenses	1,500	1,500
	79,931	155,412

9. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	31.8.04 £	31.8.03 £
100	Ordinary Shares	£1	100	100

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.8.04 £	31.8.03 £
2	Ordinary Shares	£1	2	2

10. ULTIMATE CONTROLLING PARTY

In the opinion of the Directors' there is no one controlling party.