

PRIOR PRODUCTS LTD
ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD
25 NOVEMBER 1998 TO 31 JANUARY 2000

Murphy Salisbury
Chartered Accountants
Registered Auditors
15 Warwick Road
Stratford-Upon-Avon
Warwickshire
CV37 6YW



PRIOR PRODUCTS LTD

CONTENTS OF THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD 25 NOVEMBER 1998 TO 31 JANUARY 2000

	Page
Company Information	1
Report of the Auditors on the Abbreviated Financial Statements	2
Abbreviated Balance Sheet	3
Notes to the Abbreviated Financial Statements	4

PRIOR PRODUCTS LTD

COMPANY INFORMATION
FOR THE PERIOD 25 NOVEMBER 1998 TO 31 JANUARY 2000

DIRECTORS: A E Hammond
Mrs A Hammond
N Hammond

SECRETARY: N Hammond

REGISTERED OFFICE: 15 Warwick Road
Stratford upon Avon
Warwickshire
CV37 6YW

REGISTERED NUMBER: 3673473 (England and Wales)

AUDITORS: Murphy Salisbury
Chartered Accountants
Registered Auditors
15 Warwick Road
Stratford-Upon-Avon
Warwickshire
CV37 6YW

PRIOR PRODUCTS LTD
REPORT OF THE AUDITORS TO
PRIOR PRODUCTS LTD
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages three to six, together with the full financial statements of the company for the period ended 31 January 2000 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

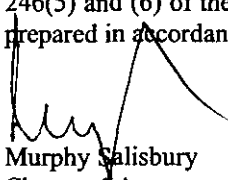
The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements 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 consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements 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 full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to six are properly prepared in accordance with those provisions.



Murphy Salisbury
Chartered Accountants
Registered Auditors
15 Warwick Road
Stratford-Upon-Avon
Warwickshire
CV37 6YW

Dated: 14 September 2000

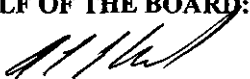
PRIOR PRODUCTS LTD

ABBREVIATED BALANCE SHEET
31 JANUARY 2000

	Notes	£	£
FIXED ASSETS:			
Intangible assets	2		67,500
Tangible assets	3		49,686
			117,186
CURRENT ASSETS:			
Stocks		44,788	
Debtors		34,010	
Cash at bank		112,603	
		191,401	
CREDITORS: Amounts falling due within one year	4	247,149	
NET CURRENT LIABILITIES:			(55,748)
TOTAL ASSETS LESS CURRENT LIABILITIES:			61,438
CREDITORS: Amounts falling due after more than one year	4		7,703
			<u>£53,735</u>
CAPITAL AND RESERVES:			
Called up share capital	5		999
Profit and loss account			52,736
SHAREHOLDERS' FUNDS:			<u>£53,735</u>

These abbreviated financial statements have 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:



A E Hammond - DIRECTOR



Mrs A Hammond - DIRECTOR

Approved by the Board on 14 September 2000

The notes form part of these financial statements

PRIOR PRODUCTS LTD

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD 25 NOVEMBER 1998 TO 31 JANUARY 2000

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 March 2000).

Turnover

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

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 1999, is being written off evenly over its estimated useful life of ten years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 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 taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions

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

PRIOR PRODUCTS LTD

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD 25 NOVEMBER 1998 TO 31 JANUARY 2000

2. INTANGIBLE FIXED ASSETS

	Total
	£
COST:	
Additions	75,000
At 31 January 2000	75,000
AMORTISATION:	
Charge for period	7,500
At 31 January 2000	7,500
NET BOOK VALUE:	
At 31 January 2000	67,500

3. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
Additions	67,341
Disposals	(4,200)
At 31 January 2000	63,141
DEPRECIATION:	
Charge for period	13,455
At 31 January 2000	13,455
NET BOOK VALUE:	
At 31 January 2000	49,686

4. CREDITORS

The following secured debts are included within creditors:

	£
Hire purchase contracts	12,586

5. CALLED UP SHARE CAPITAL

Authorised:			
Number:	Class:	Nominal value:	£
1,000	Ordinary	£1	1,000
Allotted, issued and fully paid:			
Number:	Class:	Nominal value:	£
999	Ordinary	£1	999

PRIOR PRODUCTS LTD

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD 25 NOVEMBER 1998 TO 31 JANUARY 2000

6. CONTROLLING INTERESTS

The company was controlled throughout the period by its Directors, Mrs A Hammond, Mr N Hammond and Mr AEJ Hammond, by virtue of the fact that between them they owned all of the company's share capital.