FLOOREP LIMITED

ABBREVIATED STATUTORY ACCOUNTS

FOR THE YEAR ENDED

31 JULY, 2002.

Company No. 045871 (Scotland)



FLOOREP LIMITED

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

We have examined the abbreviated accounts set out on pages 2 to 5, together with the financial statements of Floorep Limited for the year ended 31 July, 2002 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 in accordance with section 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 consider 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 5 are properly prepared in accordance with those provisions.

R.H. Wrigley & Co.
Chartered Accountants & Registered Auditors,
4 Eaglesham Road,
Clarkston,
Glasgow, G76 7BT.

6th November, 2002.

FLOOREP LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 JULY, 2002

	Notes	2002 £	£	2001 £	£
FIXED ASSETS					
Tangible assets	2		315,784		267,986
CURRENT ASSETS					
Stocks		125,410		137,780	
Debtors		417,830		466,194	
Cash at bank and in hand		354,377		230,969	
		897,617		834,943	
CREDITORS: amounts falling due within one year		-672,700		-621,243	
Net current assets/(liabilities)			224,917		213,700
Total assets less current liabilities			540,701		481,686
Creditors: amounts falling due after more than one year	3		-86,333		-43,753
Provision for Liabilities and Charges					
Deferred taxation			-4,386		0
Net Assets			449,982		437,933
CAPITAL AND RESERVES					
Called up share capital	4		10,000		10,000
Profit & Loss account			439,982		427,933
Shareholders' Funds			449,982		437,933

The abbreviated accounts which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the board on 6th November 2002 and signed on its behalf.

D.H.R. Grant
Director

The notes on pages 3 to 5 form part of these abbreviated accounts.

FLOOREP LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 JULY, 2002.

1 Accounting Policies

1.1 **Basis of preparation of financial statements**
The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 **Turnover**
Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

1.3 **Tangible fixed assets and depreciation**
Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Land & Buildings	2% straight line basis
Motor vehicles	25% straight line basis
Plant & Machinery	20% straight line basis

1.4 **Hire Purchase**
Assets obtained under hire purchase contracts are capitalised as tangible fixed assets. Assets acquired by hire purchase are depreciated over 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 **Operating Leases**
Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.6 **Stocks and work in progress**
Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.7 **Foreign currencies**
Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

1.8 **Deferred Taxation**

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred taxation is measured on a non-discounted basis at the average tax rates that would apply when the timing differences are expected to reverse, based on tax rates and laws that been enacted by the balance sheet date.

1.9 **Pensions**

During the year the Company continued to contribute towards a defined contribution pension scheme for its directors and two employees. Contributions are charged to Profit and Loss in the year in which they are made.

2 **Fixed assets**

	Tangible Fixed Assets £
Cost	
At 1 August, 2001	438,449
Additions	143,847
Disposals	-76,646
At 31 July, 2002	505,650
Depreciation	
At 1 August, 2001	170,463
On disposals	-48,493
Charge for year	67,896
At 31 July, 2002	189,866
Net Book Values	
At 31 July, 2002	315,784
At 31 July, 2001	267,986

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 JULY, 2002 (Cont.)

3 Creditors

Creditors include the following amounts of secured liabilities

	2002 £	2001 £
Due within one year	62,385	31,693
Due after more than one year	86,333	43,753
	148,718	75,446

4 Share Capital

	2002 £	2001 £
Authorised		
10,000 Ordinary Shares of £1	10,000	10,000
Allotted, called up and fully paid	10,000	10,000
10,000 Ordinary Shares of £1		

5 Transactions with directors

The directors were owed the following amounts:-

	Mr. D.H.R. Grant	Mrs. D. Grant
At 1.8.01	75,369	75,369
Loan extended	6,500	6,500
Loan repaid to Directors	-10,000	-10,000
At 31.7.02	71,869	71,869

6 Related Parties

There were no related party transactions other than the information given in Note 5.