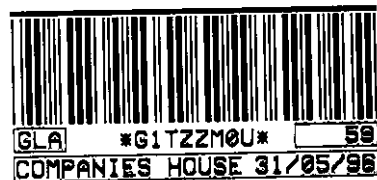


**D. & C. TAYLOR (SALES) LTD.**  
**ABBREVIATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31st DECEMBER 1995**

**Company No. 80376**



**D. & C. TAYLOR (SALES) LTD.**

We have examined the abbreviated Financial Statements together with the full Financial Statements of D. & C. Taylor (Sales) Ltd. for the year ended 31st December 1995. The scope of our work for the purpose of this Report was limited to confirming whether the Company is entitled to the exemptions claimed in the Directors' Statement and whether the abbreviated Financial Statements have been properly prepared from the full Financial Statements.

In our opinion, the Company is entitled to the exemptions claimed in the Directors' Statement and the abbreviated Financial Statements have been properly prepared in accordance with Schedule 8 to the Companies Act 1985.

On 9th April 1996, we reported as Auditors of D. & C. Taylor (Sales) Ltd. to the members on the full Financial Statements prepared under Section 226 of the Companies Act 1985 for the year ended 31st December 1995 and our Audit Report was as follows:-

"We have audited the Financial Statements on pages 4 to 8 which 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 on page 2, the Company's Directors are responsible for the preparation of Financial Statements. It is our responsibility to form an independent opinion, based on our audit, on those Statements and to report our opinion to you.

**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 judgments made by the Directors in the preparation of the Financial Statements, 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 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 information in the Financial Statements.

D. & C. TAYLOR (SALES) LTD. (Contd.)

**Opinion**

In our opinion the Financial Statements give a true and fair view of the state of the Company's affairs as at 31st December 1995 and of its results for the year then ended and have been properly prepared in accordance with the Companies Act 1985."

A handwritten signature in cursive script that reads "Alexander Sloan". The signature is written in dark ink and is positioned above a horizontal line.

ALEXANDER SLOAN & CO., C.A.  
Registered Auditors

GLASGOW: 9th April 1996

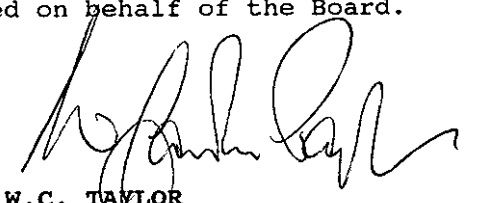
## BALANCE SHEET

AS AT 31st DECEMBER 1995

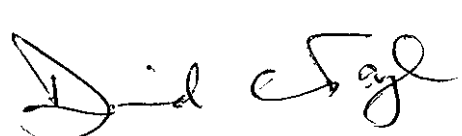
|                                              | Notes | 1995          | 1994          |
|----------------------------------------------|-------|---------------|---------------|
|                                              |       | £             | £             |
| <b>FIXED ASSETS</b>                          |       |               |               |
| Tangible Assets                              | 3     | 69,679        | 86,750        |
| <b>CURRENT ASSETS</b>                        |       |               |               |
| Debtors                                      |       | 88,508        | 109,555       |
| Bank                                         |       | 134,934       | 97,155        |
|                                              |       | <hr/>         | <hr/>         |
|                                              |       | 223,442       | 206,710       |
| <b>CREDITORS</b>                             |       |               |               |
| Amounts falling due within one year          |       | 235,078       | 238,831       |
|                                              |       | <hr/>         | <hr/>         |
| <b>NET CURRENT (LIABILITIES)</b>             |       | (11,636)      | (32,121)      |
|                                              |       | <hr/>         | <hr/>         |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       | 58,043        | 54,629        |
| <b>ACCRUALS AND DEFERRED INCOME</b>          |       |               |               |
| ACT Recoverable                              |       | 27,650        | 30,573        |
|                                              |       | <hr/>         | <hr/>         |
|                                              |       | <u>85,693</u> | <u>85,202</u> |
| <b>CAPITAL AND RESERVES</b>                  |       |               |               |
| Share Capital                                | 2     | 20,000        | 20,000        |
| Profit and Loss Account                      |       | 65,693        | 65,202        |
|                                              |       | <hr/>         | <hr/>         |
| <b>TOTAL SHAREHOLDERS' FUNDS</b>             |       | <u>85,693</u> | <u>85,202</u> |

Advantage is taken of the exemptions conferred by Section A of Part 3 of Schedule 8 with respect to the delivery of individual Financial Statements. In the opinion of the Directors, the Company is entitled to those exemptions on the grounds that it has met the qualifications for a small company specified in Sections 246 and 247.

Signed on behalf of the Board.



W.C. TAYLOR  
Director



D.C. TAYLOR  
Director

9th April 1996

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st DECEMBER 1995

## 1. ACCOUNTING POLICIES

- a) The Financial Statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.
- b) **Turnover**  
Turnover represents the sales invoiced net of Value Added Tax and commission earned on the sale of dry paint finishes.
- c) **Depreciation**  
Depreciation has been provided to write off the cost of Tangible Fixed Assets over their estimated useful lives as follows:-
- |                     |                                                |
|---------------------|------------------------------------------------|
| Motor Vehicles      | - 20% per annum on the reducing balance method |
| Fixtures & Fittings | - 10% per annum on the reducing balance method |

## 2. SHARE CAPITAL

|                                        | 1995<br>£     | 1994<br>£     |
|----------------------------------------|---------------|---------------|
| <b>Authorised</b>                      |               |               |
| 20,000 Shares of £1 each               | <u>20,000</u> | <u>20,000</u> |
| <b>Allotted, Issued and Fully Paid</b> |               |               |
| 20,000 Shares of £1 each               | <u>20,000</u> | <u>20,000</u> |

## 3. TANGIBLE FIXED ASSETS

|                                                  | £              |
|--------------------------------------------------|----------------|
| <b>Cost</b>                                      |                |
| As at 1st January 1995 and at 31st December 1995 | <u>112,873</u> |
| <b>Aggregate Depreciation</b>                    |                |
| As at 1st January 1995                           | 26,123         |
| Charge for year                                  | 17,071         |
|                                                  | <hr/>          |
| As at 31st December 1995                         | <u>43,194</u>  |
| <b>Net Book Values</b>                           |                |
| As at 31st December 1995                         | <u>69,679</u>  |
| As at 31st December 1994                         | <u>86,750</u>  |

## 4. FINANCIAL COMMITMENTS

At 31st December 1995 the Company had entered into commitments for capital expenditure not provided for in the Financial Statements as follows:-

|                                   | 1995<br>£     | 1994<br>£ |
|-----------------------------------|---------------|-----------|
| Authorised and not contracted for | <u>10,200</u> | =         |