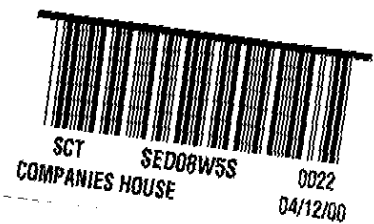


ABBREVIATED FINANCIAL STATEMENTS

YEAR TO 31ST JULY 2000

FOR

DEE CARPETS (FLOORING) LIMITED



DEE CARPETS (FLOORING) LIMITED

**COMPANY INFORMATION
For The Year To 31st July 2000**

DIRECTOR:	William Christopher Mullen Julia Ann Mullen
SECRETARY:	William Christopher Mullen
REGISTERED OFFICE:	21 Albert Street Aberdeen AB25 1XX
REGISTERED NUMBER:	89413 (Scotland)
ACCOUNTANTS:	Forbes-Cable Chartered Accountants Registered Auditors 44 Victoria Street Aberdeen AB10
BANKERS:	Bank of Scotland Queens Cross Aberdeen AB10 1YN
SOLICITORS:	Mackinnons 21 Albert Street Aberdeen AB25 1XX

DEE CARPETS (FLOORING) LIMITED

**REPORT OF THE AUDITORS TO
DEE CARPETS (FLOORING) LIMITED**

**PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8
TO THE COMPANIES ACT**

We have examined the abbreviated financial statements on pages four to six together with the full financial statements of Dee Carpets (Flooring) Limited prepared under Section 226 of the Companies Act 1985 for the year ended 31st July 2000.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page four and whether the abbreviated financial statement have been properly prepared in accordance with the Schedule.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the unaudited financial statements, that the company is entitled to the exemptions and that the abbreviated financial statements have been properly prepared from those financial statements. The scope of our work for the purpose of this report does 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 under Section 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31st July 2000 and the abbreviated financial statements on pages three to five have been properly prepared in accordance with that Schedule.

In our opinion:

- a) The accounts are in agreement with those accounting records kept by the company under Section 221 of the Companies Act 1985;
- b) Having regard only to, and on the basis of, the information contained in those accounting records;
 - i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act as far as applicable to the company; and
 - ii) the company satisfied the conditions for exemption from an audit of the accounts for the year as specified in Section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1).



**Forbes-Cable Chartered Accountants
And Registered Auditors**

**15 November 2000
Aberdeen**

DEE CARPETS (FLOORING) LIMITED

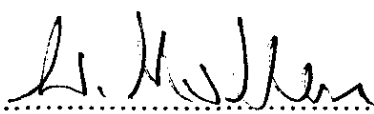
BALANCE SHEET AS AT 31ST JULY 2000

<u>1999</u>		<u>Note</u>	
	<u>FIXED ASSETS</u>		
9108	Tangible Assets	2	19480
	<u>CURRENT ASSETS</u>		
12548	Debtors	3	6453
90328	Cash in Bank and in Hand		222743
12037	Stock		5211
114913			234407
	<u>CREDITORS</u>		
63412	Amounts Falling Due Within One Year		94192
51501	<u>NET CURRENT ASSETS (LIABILITIES)</u>		140215
£60609			£159695
	Represented by:		
	<u>CAPITAL & RESERVES</u>		
110	Called Up Share Capital	4	110
60499	Profit & Loss Accounts		159585
£60609			£159695

Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the grounds that, in the opinion of the directors, the company is entitled to the benefit of those exemptions as a small company.

In preparing these financial statements, the directors have taken advantage of special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985. The directors have done so on the grounds that, in their opinion, the company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

ON BEHALF OF THE BOARD



DIRECTOR MR W MULLEN

Approved by the Board on 15 November 2000

DEE CARPETS (FLOORING) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For The Year To 31st July 2000

1. ACCOUNTING POLICIES

Accounting Convention

The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

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

Tangible Fixed Assets

Depreciation is provided at the following annual rates to write off each asset over its estimated useful life.

Fixtures, Fittings & Equipment	25% on reducing balance
Motor Vehicles	25% on reducing balance

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

2. TANGIBLE FIXED ASSETS

	<u>Motor Vehicle</u>	<u>Fixtures & Fittings</u>	<u>Total</u>
Cost			
Balance b/fwd 1 August 1999	14325	2237	16562
Additions	16980	-	16980
Disposals	(1000)	-	(1000)
	30305	2237	32542
Depreciation			
Balance b/fwd 1 August 1999	6352	1102	7454
Charge for the year	6211	284	6495
Eliminated on Disposal	(887)	-	(887)
	11676	1386	13062
Net Book Value	18629	851	19480

DEE CARPETS (FLOORING) LIMITED

NOTES TO THE FINANCIAL STATEMENTS For The Year To 31st July 2000

3 DEBTORS

	<u>2000</u>	<u>1999</u>
Trade Debtors	6453	12548
	=====	=====

4. CALLED UP SHARE CAPITAL

Authorised

500 'A' Ordinary Shares of £1	£ 500
500 'B' Ordinary Shares of £1	£ 500

£1000

Allotted, Issued & Fully Paid

100 'A' Ordinary Shares of £1	£ 100
10 'B' Ordinary Shares of £1	£ 10

£ 110