

INHOUSE LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST JANUARY 1998



AUDITORS' REPORT TO INHOUSE LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements set out on pages 2 to 4 together with the financial statements of Inhouse Limited for the year ended 31st January 1998 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 procedures we considered 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 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 2 to 4 are properly prepared in accordance with those provisions.



Cliffe Catterall
Chartered Accountants and Registered Auditors
74 Northumberland Street
Edinburgh
EH3 6JG
27th November 1998

INHOUSE LIMITED

ABBREVIATED BALANCE SHEET

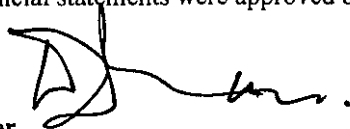
AS AT 31ST JANUARY 1998

	Notes	1998	1997
		£	£
Fixed Assets	2		
Tangible fixed assets		49,054	69,106
Current Assets			
Stock and work in progress		240,508	216,902
Debtors		21,168	46,540
Cash at bank and in hand		13,096	2,284
		<u>274,772</u>	<u>265,726</u>
Creditors: Amounts Falling Due Within One Year		<u>245,487</u>	<u>269,864</u>
Net Current Assets/Liabilities		<u>29,285</u>	<u>(4,138)</u>
Total Assets Less Current Liabilities		<u>78,339</u>	<u>64,968</u>
Creditors: Amounts Falling Due After More Than One Year		<u>20,528</u>	<u>22,666</u>
		<u>57,811</u>	<u>42,302</u>
Capital and Reserves			
Share capital	3	1,000	1,000
Profit and loss account		56,811	41,302
Shareholders' Funds		<u>57,811</u>	<u>42,302</u>

The abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

These financial statements were approved by the board on 27th November 1998 and signed on its behalf.

W D Potter
Director



INHOUSE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST JANUARY 1998

1 Accounting Policies

Basis of Accounting

The Financial Statements have been prepared under the historical cost convention.

The company has taken advantage of the exemptions in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

Turnover

Turnover represents the total invoice value, excluding value added tax, of goods sold in the year.

Depreciation

Depreciation is calculated to write down the cost less estimated residual value of all tangible fixed assets by equal annual instalments over their expected useful lives. The rates applicable are -

Leasehold properties	20%
Motor vehicles	20%
Furniture and equipment	20%

Stocks

Stocks are stated at the lower of cost and net realisable value.

Deferred Taxation

Deferred tax is provided under the liability method where there is a reasonable probability of the amount becoming payable in the foreseeable future.

Leased Assets

Assets held under finance leases and hire purchase contracts are capitalised in the Balance Sheet and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the Profit and Loss Account over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the Profit and Loss Account on a straight line basis over the lease term.

INHOUSE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST JANUARY 1998

2 Fixed Assets

	Tangible Fixed Assets
	£
Cost	
At 1st February 1997	132,450
Additions	332
At 31st January 1998	132,782
Depreciation and Amortisation	
At 1st February 1997	63,344
Charge for the year	20,384
At 31st January 1998	83,728
Net Book Value	
At 31st January 1998	49,054
<i>At 31st January 1997</i>	<i>69,106</i>

Assets held under finance leases originally cost £44,584 (1997:£44,584) and have a net book value of £35,665 (1997:£44,584).

3 Share Capital

	1998 £	1997 £
Authorised		
100,000 Ordinary shares of £1.00 each	100,000	100,000
	100,000	100,000
Allotted		
100,000 Allotted, called up and fully paid ordinary shares of £1.00 each	1,000	1,000

4 Related Parties

The company's immediate parent undertaking is Inhouse Scotland Limited. It has included the company in its group accounts, copies of which are available from its registered office: 28 Howe Street, Edinburgh, EH3 6TG.

In the directors' opinion the company's ultimate parent company and controlling party is Inhouse Scotland Limited which is incorporated in Scotland. Copies of its group accounts, which include the company, are available from 28 Howe Street, Edinburgh, EH3 6TG.