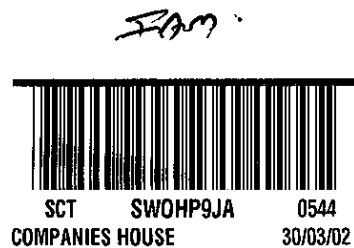


Textile Care Supplies Ltd
Financial Statements
31 October 2001

Company Registration Number 200043



HONEYMAN FLEMING

Chartered Accountants
Royal Bank Buildings
Church Street
Buckhaven
Fife KY8 1BN

Textile Care Supplies Ltd

The Director's Report

Year ended 31 October 2001

The director has pleasure in presenting his report and the unaudited financial statements of the company for the year ended 31 October 2001.

Principal activities

The principal activity of the company during the period was the sale of laundry and dry cleaning machinery and consumables.

The director and his interests in shares of the company

The director who served the company during the year together with his beneficial interests in the shares of the company was as follows:

	Ordinary Shares of £1 each	
	At 31 October 2001	At 1 November 2000
D.J.H Jack	<u>1</u>	<u>1</u>

Small company provisions

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
Norwood
9 Westgate
Leslie
Fife
KY6 3LP

Signed by order of the director


Mrs M.M Jack
Company Secretary

Approved by the director on 22 February 2002

Textile Care Supplies Ltd

Profit and Loss Account

Year ended 31 October 2001

	Note	Year to 31 Oct 01 £	Period from 21 Sep 99 to 31 Oct 00 £
Turnover		138,422	111,941
Cost of sales		88,357	80,593
Gross profit		50,065	31,348
Distribution Costs		7,813	2,831
Administrative expenses		34,266	25,262
Operating profit	2	7,986	3,255
Interest receivable		67	-
Interest payable		(44)	(35)
Profit on ordinary activities before taxation		8,009	3,220
Tax on profit on ordinary activities	3	(983)	(555)
Retained profit for the financial year		7,026	2,665
Balance brought forward		2,665	-
Balance carried forward		9,691	2,665

The notes on pages 5 to 8 form part of these financial statements.

Textile Care Supplies Ltd

Balance Sheet

31 October 2001

	Note	2001		2000	
		£	£	£	£
Fixed assets					
Intangible assets	4		5,200		5,850
Tangible assets	5		1,664		480
			<u>6,864</u>		<u>6,330</u>
Current assets					
Stocks		15,934		14,016	
Debtors	6	27,342		17,905	
Cash in hand		46		-	
		<u>43,322</u>		<u>31,921</u>	
Creditors: Amounts falling due within one year	7	<u>(40,234)</u>		<u>(35,560)</u>	
Net current assets/(liabilities)			<u>3,088</u>		<u>(3,639)</u>
Total assets less current liabilities			<u>9,952</u>		<u>2,691</u>
Provisions for liabilities and charges					
Deferred taxation	8		<u>(259)</u>		<u>(24)</u>
			<u>9,693</u>		<u>2,667</u>

The balance sheet continues on the following page.

The notes on pages 5 to 8 form part of these financial statements.

Textile Care Supplies Ltd

Balance Sheet *(continued)*

31 October 2001

	Note	2001 £	2000 £
Capital and reserves			
Called-up equity share capital	10	2	2
Profit and Loss Account		9,691	2,665
Shareholders' funds		<u>9,693</u>	<u>2,667</u>

The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved and signed by the director on 22 February 2002



D.J.H Jack

The notes on pages 5 to 8 form part of these financial statements.

Textile Care Supplies Ltd

Notes to the Financial Statements

Year ended 31 October 2001

1. Accounting policies

Basis of accounting

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

The turnover shown in the Profit and Loss Account represents amounts invoiced during the year, exclusive of Value Added Tax.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill - 10%

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant & Machinery - 20%
Fixtures & Fittings - 20%
Equipment - 20%

Stocks

Stocks are 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, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

2. Operating profit

Operating profit is stated after charging:

	Year to 31 Oct 01 £	Period from 21 Sep 99 to 31 Oct 00 £
Director's emoluments	3,924	3,208
Amortisation	650	650
Depreciation	417	120

Textile Care Supplies Ltd

Notes to the Financial Statements

Year ended 31 October 2001

3. Tax on profit on ordinary activities

	Year to 31 Oct 01 £	Period from 21 Sep 99 to 31 Oct 00 £
Corporation Tax based on the results for the year at 10% (2000 - 13.70%)	748	531
Increase in deferred tax provision (Note 8):		
Capital allowances	<u>235</u>	<u>24</u>
	<u>983</u>	<u>555</u>

4. Intangible fixed assets

	Goodwill £
Cost	
At 1 November 2000 and 31 October 2001	<u>6,500</u>
Amortisation	
At 1 November 2000	650
Charge for the year	<u>650</u>
At 31 October 2001	<u>1,300</u>
Net book value	
At 31 October 2001	<u>5,200</u>
At 31 October 2000	<u>5,850</u>

5. Tangible fixed assets

	Plant & Machinery £	Fixtures & Fittings £	Equipment £	Total £
Cost				
At 1 November 2000	-	-	600	600
Additions	<u>120</u>	<u>43</u>	<u>1,438</u>	<u>1,601</u>
At 31 October 2001	<u>120</u>	<u>43</u>	<u>2,038</u>	<u>2,201</u>
Depreciation				
At 1 November 2000	-	-	120	120
Charge for the year	<u>24</u>	<u>9</u>	<u>384</u>	<u>417</u>
At 31 October 2001	<u>24</u>	<u>9</u>	<u>504</u>	<u>537</u>
Net book value				
At 31 October 2001	<u>96</u>	<u>34</u>	<u>1,534</u>	<u>1,664</u>
At 31 October 2000	<u>-</u>	<u>-</u>	<u>480</u>	<u>480</u>

Textile Care Supplies Ltd

Notes to the Financial Statements

Year ended 31 October 2001

6. Debtors

	2001	2000
	£	£
Trade debtors	26,912	17,905
Prepayments and accrued income	430	-
	<u>27,342</u>	<u>17,905</u>

7. Creditors: Amounts falling due within one year

	2001	2000
	£	£
Bank loans and overdrafts	1,251	1,773
Trade creditors	25,478	22,451
Other creditors including taxation:		
Corporation Tax	748	531
VAT	3,603	1,034
Other creditors	<u>9,154</u>	<u>9,771</u>
	13,505	11,336
	<u>40,234</u>	<u>35,560</u>

8. Deferred taxation

	Year to 31 Oct 01 £	Period from 21 Sep 99 to 31 Oct 00 £
The movement in the deferred taxation provision during the year was:		
Provision brought forward	24	-
Increase in provision	235	24
Provision carried forward	<u>259</u>	<u>24</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	Year to 31 Oct 01 £	Period from 21 Sep 99 to 31 Oct 00 £
Excess of taxation allowances over depreciation on fixed assets	<u>259</u>	<u>24</u>

9. Related party transactions

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

Textile Care Supplies Ltd

Notes to the Financial Statements

Year ended 31 October 2001

10. Share capital

Authorised share capital:

	2001	2000
	£	£
1,000 Ordinary shares of £1.00 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2001	2000
	£	£
Ordinary share capital brought forward	2	-
Issue of ordinary shares	<u>-</u>	<u>2</u>
	<u>2</u>	<u>2</u>