

NORTH SUPPLY LIMITED

ABBREVIATED ACCOUNTS

**FOR THE YEAR ENDED
30 JUNE 2004**



INDEPENDENT AUDITORS' REPORT TO NORTH SUPPLY LIMITED
Under section 247B of the Companies Act 1985

We have examined the abbreviated accounts of North Supply Limited for the year ended 30 June 2004 set out on pages 2 to 4, together with the financial statements of the company for the year ended 30 June 2004 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with s.247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

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 prepared in accordance with sections 246 (5) and (6) of the Act to the registrar and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF AUDIT 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 4 are properly prepared in accordance with those provisions.



Ireland and Longhill
Chartered Accountants
Registered Auditors
10 Station Street
Kibworth Beauchamp
Leics
LE8 0LN

28 January 2005

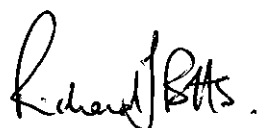
NORTH SUPPLY LIMITED

ABBREVIATED BALANCE SHEET As at 30 June 2004

	Note	2004 £	2003 £
FIXED ASSETS			
Tangible fixed assets	2	91,740	78,224
CURRENT ASSETS			
Stocks		116,650	113,808
Debtors		140,170	128,842
Cash at bank and in hand		27,001	7,256
		<u>283,821</u>	<u>249,906</u>
CREDITORS: amounts falling due within one year		<u>(170,830)</u>	<u>(159,326)</u>
NET CURRENT ASSETS		<u>112,991</u>	<u>90,580</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>204,731</u>	<u>168,804</u>
CREDITORS: amounts falling due after more than one year		<u>(30,995)</u>	<u>(14,071)</u>
NET ASSETS		<u>£ 173,736</u>	<u>£ 154,733</u>
CAPITAL AND RESERVES			
Called up share capital	3	1,000	1,000
Profit and loss account		172,736	153,733
SHAREHOLDERS' FUNDS		<u>£ 173,736</u>	<u>£ 154,733</u>

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 28 January 2005 and signed on its behalf.

R J Potts
Director



The notes on pages 3 to 4 form part of these financial statements.

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 30 June 2004

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.3 Cash flow

The company, being a subsidiary undertaking where 90% or more of the voting rights are controlled within the group whose consolidated financial statements are publicly available, is exempt from the requirement to draw up a cash flow statement in accordance with FRS1.

1.4 Turnover

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

1.5 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:

Plant and equipment	-	20%	straight line
Motor vehicles	-	25%	straight line
Fixtures and fittings	-	10%	straight line
Office equipment	-	33%	straight line

1.6 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. 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.

1.7 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account on the straight line basis over the lease term.

1.8 Stocks

Stocks 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.

NORTH SUPPLY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS For the year ended 30 June 2004

1.9 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.

1.10 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

2. TANGIBLE FIXED ASSETS

	£
Cost	
At 1 July 2003	153,984
Additions	51,772
Disposals	(904)
	<u>204,852</u>
At 30 June 2004	<u>204,852</u>
Depreciation	
At 1 July 2003	75,760
Charge for the year	37,954
On disposals	(602)
	<u>113,112</u>
At 30 June 2004	<u>113,112</u>
Net book value	
At 30 June 2004	£ <u>91,740</u>
At 30 June 2003	£ <u>78,224</u>

3. SHARE CAPITAL

	30 June 2004 £	30 June 2003 £
Authorised		
10,000 Ordinary shares of £1 each	£ <u>10,000</u>	£ <u>10,000</u>
Allotted, called up and fully paid		
1,000 Ordinary shares of £1 each	£ <u>1,000</u>	£ <u>1,000</u>