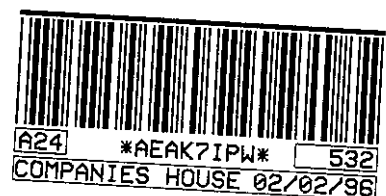


Company Number: 01215566 England and Wales

R.N.R.S. (SALES) LIMITED

ABBREVIATED STATUTORY ACCOUNTS
YEAR ENDED 31ST DECEMBER 1995

DAUMAN & CO.
CHARTERED ACCOUNTANTS



**AUDITORS' REPORT TO
R.N.R.S. (SALES) LIMITED**

**PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8
TO THE COMPANIES ACT 1985**

We have examined the abbreviated financial accounts on pages 2 to 3 together with the financial accounts of the company prepared under section 226 of the Companies Act 1985 for the year ended 31st December 1995.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated financial accounts 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 2 and whether the abbreviated financial accounts have been properly prepared in accordance with that Schedule.

BASIS OF OPINION

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial accounts, that the company is entitled to the exemptions and that the abbreviated financial accounts have been properly prepared from those financial accounts. 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 accounts.

OPINION

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred in section A of Part III of Schedule 8 to that Act, in respect of the year ended 31st December 1995 and the abbreviated financial accounts on pages 2 to 3 have been properly prepared in accordance with that Schedule.

OTHER INFORMATION

On 30th January 1996 we reported, as auditors of the company, to the shareholders on the financial accounts prepared under section 226 of the Companies Act 1985 for the year ended 31st December 1995, and our report was as follows:

'We have audited the financial accounts on pages 4 to 6 which have been prepared under the historical cost convention and the accounting policies set out on page 6a.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 2 the company's directors are responsible for the preparation of financial accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

continued

AUDITORS' REPORT TO
R.N.R.S. (SALES) LIMITED
(continued)
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8
TO THE COMPANIES ACT 1985

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 accounts. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial accounts, 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 accounts 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 accounts.

OPINION

In our opinion the financial accounts give a true and fair view of the state of the company's affairs as at 31st December 1995 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.'

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DAUMAN & CO.
Registered Auditors
Chartered Accountants

9 Station Parade
Uxbridge Road
Ealing Common
London W5 3LD

30th January 1996

R.N.R.S. (SALES) LIMITEDABBREVIATED BALANCE SHEET
AS AT 31ST DECEMBER 1995

	<u>Notes</u>	<u>1995</u>	<u>1994</u>
		£	£
CURRENT ASSETS			
Stocks		25,078	23,437
Debtors		20,955	15,558
Cash at Bank and in Hand		4,585	3,573
		<hr/> 50,618	<hr/> 42,568
CREDITORS : Amounts Falling			
Due within One Year		<hr/> 20,613	<hr/> 12,563
NET CURRENT ASSETS		<hr/> 30,005	<hr/> 30,005
TOTAL ASSETS LESS CURRENT LIABILITIES		<hr/> 30,005	<hr/> 30,005
CREDITORS : Amounts Falling			
Due After more than One Year	2	<hr/> 30,000	<hr/> 30,000
		<hr/> £ 5	<hr/> £ 5
CAPITAL AND RESERVES			
Called Up Share Capital	3	<hr/> 5	<hr/> 5
		<hr/> £ 5	<hr/> £ 5

In preparing these abbreviated accounts 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 directors' opinion the company is entitled to the benefit of those exemptions as a small company under the provisions of sections 246 and 247 of the Act.

In the preparation of the accounts advantage has been taken of special exemptions applicable to small companies under Part I of Schedule 8 to the Companies Act 1985 on the grounds that, in the directors' opinion, the company qualifies as a small company and is entitled to make use of the special exemptions.

Signed on behalf of the
board of directors



L.E.J. Wood
Director

Approved by the board: 30th January 1996

NOTES TO ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER 1995

1. ACCOUNTING POLICIES**Basis of Accounting**

The accounts have been prepared in accordance with applicable accounting standards and under the historical cost accounting convention.

Turnover

Turnover represents the net invoiced sales of goods, excluding VAT.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow-moving items.

Cash Flow Statement

The company has taken advantage of the exemption provided by Financial Reporting Standard 1 and has not prepared a Cash Flow Statement for the year.

2. CREDITORS

	<u>1995</u>	<u>1994</u>
	£	£
Amounts falling due after more than one year:		
Amounts owed to Group Undertakings and Undertakings in which the Company has a participating interests	30,000	30,000

On 3rd March 1992 The Royal National Rose Society made a loan of £30,000 to the company to provide working capital. The loan bears interest at the rate of 3% above the bank base rate in force on the 1st January of each year. The loan is secured by a charge over the trading stock of the company and is repayable on 3rd March 2007.

3. SHARE CAPITAL

	<u>1995</u>	<u>1994</u>
	£	£
Authorised		
100 Ordinary Shares of £1 Each	100	100
Allotted, Issued and Fully Paid		
5 Ordinary Shares of £1 Each	5	5

4. ULTIMATE HOLDING UNDERTAKING

As at 31st December 1995, the company's ultimate holding undertaking was The Royal National Rose Society, a company registered in England and Wales.