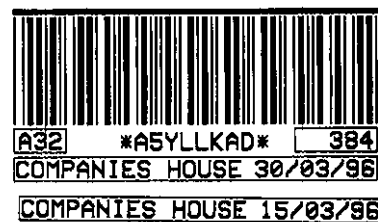


Stag Distribution Limited
Abbreviated Financial Statements
for the period ended 31 December 1995



Company No. 2577464 (England and Wales)

Stag Distribution Limited

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Stag Distribution Limited

Auditors' Report to Stag Distribution Limited pursuant to paragraph 24 of schedule 8 to the Companies Act 1985

We have examined the abbreviated accounts on pages 3 to 5 together with the financial statements of Stag Distribution Limited prepared under section 226 of the Companies Act 1985 for the period ended 31 December 1995.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated 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 3 and whether the abbreviated 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 statements, that the company is entitled to the exemptions and that the abbreviated accounts 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 sections 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 31 December 1995 and the abbreviated accounts on pages 3 to 5 have been properly prepared in accordance with that Schedule.

Other information

On 12th March 1996 we reported, as auditors of Stag Distribution Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1995 and our audit report was as follows :

'We have audited the financial statements on pages 3 to 9.

Respective responsibilities of directors and auditors

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Stag Distribution Limited

**Auditors' Report to Stag Distribution Limited pursuant to paragraph 24 of
schedule 8 to the Companies Act 1985 (continued)**

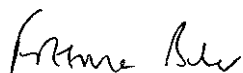
Basis of opinion

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

Opinion

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



Freeman Baker

12th March 1996.

Chartered Accountants and Registered Auditors

130 High Street
Hungerford
Berks RG17 0DL

Stag Distribution Limited

Abbreviated Balance Sheet as at 31 December 1995

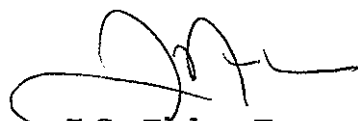
	Notes	£	1995 £	£	1994 £
Fixed Assets					
Tangible assets	2		15,702		2,044
Current Assets					
Stocks		177,983		70,839	
Debtors		67,457		47,867	
Cash at bank and in hand		203		100	
		<u>245,643</u>		<u>118,806</u>	
Creditors: amounts falling due within one year		<u>(222,744)</u>		<u>(116,318)</u>	
Net Current Assets			<u>22,899</u>		<u>2,488</u>
Total Assets Less Current Liabilities			<u>38,601</u>		<u>4,532</u>
Creditors: amounts falling due after more than one year			<u>(2,682)</u>		<u>(435)</u>
			<u><u>35,919</u></u>		<u><u>4,097</u></u>
Capital and Reserves					
Called up share capital	3		1,000		1,000
Profit and loss account			34,919		3,097
			<u><u>35,919</u></u>		<u><u>4,097</u></u>

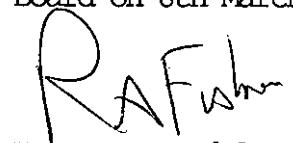
In preparing these abbreviated financial statements advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985.

In preparing the company's annual financial statements advantage has been taken of special exemptions applicable to small companies.

In the directors' opinion the company is entitled to these exemptions on the basis that it qualifies as a small company under section 247.

The financial statements were approved by the Board on 8th March 1996.


J.S. Fisher Esq.
Director


Mrs. R. A. Fisher
Director

Stag Distribution Limited

Notes to the Abbreviated Financial Statements for the period ended 31 December 1995

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and include the results of the company's operations as indicated in the directors' report, all of which are continuing.

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

1.2 Turnover

Turnover represents amounts receivable for goods and services provided in the UK net of VAT and trade discounts.

1.3 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 less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fittings and equipment	-	20% Straight Line
Motor vehicles	-	20% Straight Line

1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. 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.

1.5 Stock

Stock is valued at the lower of cost and net realisable value.

1.6 Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to crystallise.