

THEREFORE LIMITED

2798150

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 1996

ALEXANDER, EDWARD, LEE & CO
REGISTERED AUDITORS
Regent House
235/241 Regent Street
London
W1R 8PS



THEREFORE LIMITED

AUDITORS REPORT TO THE DIRECTORS

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

We have examined the abbreviated accounts on pages 1 to 3 together with the full financial statements of the company for the year ended 31 March 1996. The scope of our work for the purpose of this report was limited to confirming whether the company is entitled to the exemptions claimed in the directors' statement on page 1 and that the abbreviated accounts have been properly prepared from the full financial statements.

In our opinion the company is entitled under Sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Part 1 of Schedule 8 to the Act in respect of year ended 31 March 1996 and the abbreviated accounts on pages 1 to 3 have been properly prepared in accordance with that Schedule.

On 12 July 1996 we reported as auditors of the company, to the members on the full financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 March 1996 and our audit report was as follows:

"We have audited the financial statements on pages 4 to 7 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

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.

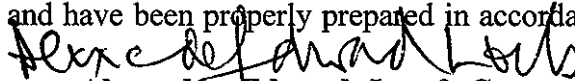
Basis of opinion

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 judgments 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 March 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985."



Alexander, Edward, Lee & Co

Registered Auditors

Regent House

235/241 Regent Street

London

W1R 8PS

12 July 1996

THEREFORE LIMITED

ABBREVIATED BALANCE SHEET

		<u>31 MARCH 1996</u>	<u>1995</u> £
	<u>Notes</u>		
<u>Fixed assets</u>			
Tangible assets	2	87,590	51,975
<u>Current assets</u>			
Work-in-progress		25,224	35,000
Debtors		180,650	53,320
Balance at bank and in hand		<u>2,256</u>	<u>33,701</u>
		208,130	122,021
<u>Creditors:</u> amounts falling due within one year		<u>165,517</u>	<u>97,713</u>
<u>Net current assets</u>		<u>42,613</u>	<u>24,308</u>
<u>Total assets less</u> <u>current liabilities</u>		130,203	76,283
<u>Creditors:</u> amounts falling due after more than one year		<u>15,453</u>	<u>10,465</u>
		<u>£114,750</u>	<u>£ 65,818</u>
<u>Capital and Reserves</u>			
<u>Called up share capital</u>	3	40,000	40,000
<u>Profit and loss account</u>		<u>74,750</u>	<u>25,818</u>
		<u>£114,750</u>	<u>£ 65,818</u>

The Directors have taken advantage of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the grounds that, in their opinion, the Company qualified as a small company.

The Directors have also taken advantage of the special exemptions conferred by Part I of Schedule 8 to the Companies Act 1985 applicable to small companies on the grounds that, in their opinion, it has met the qualifications for a small company specified in Sections 246 and 247 of that Act.

..... } *Ch. Burnett*
 } *Mark Tridell* **DIRECTORS**

12 July 1996

Registered Office:

2 Huntsworth Mews
London
NW1 6DD

Company No: 2798150

THEREFORE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 1996

1. ACCOUNTING POLICIES

1.1 Basis of preparation of accounts

The financial statements are prepared under the historical cost convention and include the results of the company's operations which are described in the Directors Report and all of which are continuing.

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

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax 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 valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Computer Equipment	25% straight line basis
Motor Vehicles	25% straight line basis
Fixtures and fittings	15% straight line basis

1.4 Deferred taxation

Deferred taxation is provided under the liability method. Where the directors consider that the liability is unlikely to become payable in the foreseeable future, no provision is made.

1.5 Pension costs

Pension scheme contributions are charged to operating profits as they arise.

THEREFORE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (Continued)

2.	TANGIBLE FIXED ASSETS	1996 £	1995 £
	<u>Cost or valuation</u>		
	At 1 April 1995	85,983	56,738
	Additions	73,005	29,245
	At 31 March 1996	<u>£158,988</u>	<u>£ 85,983</u>
	<u>Depreciation</u>		
	At 1 April 1995	34,088	13,654
	Charge for the year	37,390	20,354
	At 31 March 1996	<u>£ 71,478</u>	<u>£34,008</u>
	<u>Net book value</u>		
	At 31 March 1996	£87,590	
	At 31 March 1995	£51,975	
3.	SHARE CAPITAL		
	<u>Authorised</u>		
	60,000 'A' Ordinary shares of £1 each	60,000	60,000
	40,000 'B' Ordinary shares of £1 each	<u>40,000</u>	<u>40,000</u>
		<u>£100,000</u>	<u>£100,000</u>
	<u>Issued and fully paid</u>		
	24,000 'A' Ordinary shares of £1 each	24,000	2
	16,000 'B' Ordinary shares of £1 each	<u>16,000</u>	<u>-</u>
		<u>£ 40,000</u>	<u>£ 2</u>