

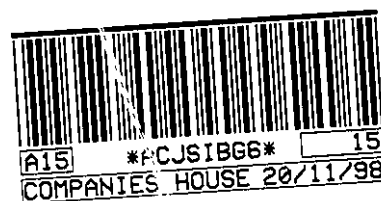
Registrar

WAYS WITH WORDS LIMITED

Company Number: 02979582

ABBREVIATED STATUTORY ACCOUNTS
YEAR ENDED 31ST JANUARY 1998

DENNIS W. KING & CO.
ACCOUNTANTS



WAYS WITH WORDS LIMITED

ABBREVIATED STATUTORY ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 1998

CONTENTS

1. Report of the Accountant
2. Balance Sheet
3. Notes to Accounts

ACCOUNTANTS' REPORT TO
WAYS WITH WORDS LIMITED

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

The following reproduces the text of the report prepared for the purposes of section 249A(2) of the Companies Act 1985 in respect of the company's annual financial accounts, from which the abbreviated financial accounts (set out on pages 2 to 3) have been prepared.

'1 report on the financial accounts for the year ended 31st January 1998 set out on pages 3 to 5.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING ACCOUNTANTS

As described on page 4b, the company's directors are responsible for the preparation of the financial accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

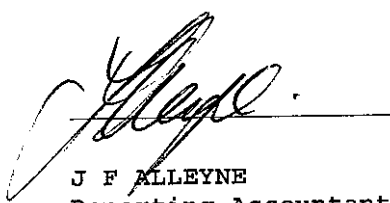
BASIS OF OPINION

My work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

OPINION

In my opinion:

- (a) the financial accounts are in agreement with those accounting records kept by the company under section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the financial accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
 - (ii) the company satisfied the conditions for exemption from an audit of the financial accounts for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).'



J F ALLEYNE
Reporting Accountants
'Sherwood Lodge'
Broadway Road
Kingsteignton
Newton Abbot
Devon
TQ12 3EH

21st October 1998

WAYS WITH WORDS LIMITEDABBREVIATED BALANCE SHEET
AS AT 31ST JANUARY 1998

	<u>Notes</u>	<u>1998</u>	<u>1997</u>
		£	£
FIXED ASSETS			
Tangible Assets	3	19,631	7,252
CURRENT ASSETS			
Debtors		24,835	23,459
Investments		15,000	-
Cash at Bank and in Hand		20,368	22,299
		<u>60,203</u>	<u>45,758</u>
CREDITORS : Amounts Falling			
Due within One Year		(44,992)	(40,974)
NET CURRENT ASSETS		<u>15,211</u>	<u>4,784</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£ 34,842</u>	<u>£ 12,036</u>
CAPITAL AND RESERVES			
Share Capital	2	100	100
Profit and Loss Account		34,742	11,936
<u>TOTAL SHAREHOLDERS' FUNDS</u>		<u>£ 34,842</u>	<u>£ 12,036</u>

The notes on pages 3 form part of these accounts.

continued

WAYS WITH WORDS LIMITEDABBREVIATED BALANCE SHEET

(continued)

AS AT 31ST JANUARY 1998

The directors consider that for the year ended 31st January 1998 the company was entitled to exemption under subsection 2 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial year under subsection 2 of section 249B of the Act.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and 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 accounts, so far as applicable to the company.

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 section 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



S K Dunbar
Director

Approved by the board: 21st October 1998

The notes on pages 3 form part of these accounts.

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 1998

1. ACCOUNTING POLICIES

Basis of Accounting

The accounts have been prepared under the historical cost convention as modified to incorporate the revaluation of certain fixed assets.

Turnover

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

Tangible Fixed Assets

Depreciation is provided at the following annual rates:

Motor Vehicles	25% on written down value
Plant and Equipment	25% on written down value

Cash Flow Statement

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

2. SHARE CAPITAL

	<u>1998</u> £	<u>1997</u> £
Authorised	100	100
Allotted, Issued and Fully Paid	100	100

2. FIXED ASSETS

	<u>Tangible</u> <u>Assets</u> £
COST	
At 1st February 1997	12,892
Additions in year	67,641
Grant from Lottery	(52,601)
At 31st January 1998	27,932
DEPRECIATION	
At 1st February 1997	5,640
Charge for year	2,661
At 31st January 1998	8,301
NET BOOK VALUE	
At 31st January 1998	19,631
At 31st January 1997	7,252