

**TISANE SERVICES LIMITED****DIRECTORS:**

P R Foster  
L A Foster

**SECRETARY:**

L A Foster

**REGISTERED OFFICE:**

Unit 11  
Hurley Hall Industries Estate  
Hurley  
Atherstone  
Warwickshire  
CV9 2HT

**BANKERS:**

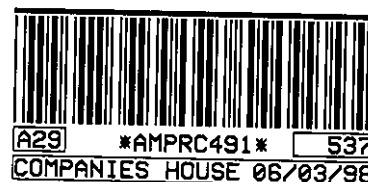
Midland Bank plc  
99 High Street  
Coleshill  
Warwickshire  
B46 3AQ

**ACCOUNTANTS:**

Harben Barker  
Chartered Accountants  
Hereford House  
102/104 High Street  
Coleshill  
Warwickshire  
B46 3BL

**REGISTERED NUMBER:**

2936363



**TISANE SERVICES LIMITED  
REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 30 JUNE 1997**

The directors present their annual report with the financial statements of the company for the year ended 30 June 1997.

**PRINCIPAL ACTIVITIES**

The principal activities of the company in the year under review were those of the manufacture of vehicle seat covers.

**DIRECTORS**

The directors of the company during the year and their beneficial interests in the issued share capital of the company at the beginning and end of the year were as follows :

	Ordinary Shares of £1 each	
	1997	1996
P R Foster	1	1
L A Foster	1	1

**SMALL COMPANY EXEMPTION**

In preparing the above report, the directors have taken advantage of special exemptions applicable to small companies.

**BY ORDER OF THE BOARD**



**L A Foster  
Secretary**

**Date: 28 October 1997**

**TISANE SERVICES LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 30 JUNE 1997**

	Notes	1997	1996
		£	£
<b>TURNOVER</b>	2	263,534	316,017
Cost of Sales		123,988	171,668
<b>GROSS PROFIT</b>		139,546	144,349
Administration Expenses		112,769	140,392
<b>OPERATING PROFIT</b>	3	26,777	3,957
Interest Payable	4	5,260	2,104
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		21,517	1,853
Tax on Ordinary Activities	5	5,322	450
<b>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</b>		16,195	1,403
Dividends		(25,362)	-
<b>RETAINED (LOSS)/PROFIT FOR THE YEAR</b>		(9,167)	1,403

**STATEMENT OF RETAINED EARNINGS**

Retained Profit Brought Forward	28,436	27,033
Retained (Loss)/Profit for the Year	(9,167)	1,403
<b>RETAINED PROFIT CARRIED FORWARD</b>	19,269	28,436

**CONTINUING ACTIVITIES**

None of the company's activities was acquired or discontinued during the above two financial years.

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the profit or loss for the above two financial years.

## TISANE SERVICES LIMITED

BALANCE SHEET  
AS AT 30 JUNE 1997

	Notes	£	1997 £	£	1996 £
<b>FIXED ASSETS</b>					
Tangible assets	6		52,578		48,376
<b>CURRENT ASSETS</b>					
Stocks	7	7,265		12,566	
Debtors	8	39,195		74,987	
Cash at bank and in hand		5		113	
		<u>46,465</u>		<u>87,666</u>	
<b>CREDITORS: Amounts falling due within one year</b>	9	<u>63,939</u>		<u>102,210</u>	
<b>NET CURRENT LIABILITIES</b>			(17,474)		(14,544)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>35,104</u>		<u>33,832</u>
<b>CREDITORS: Amounts falling due in more than one year</b>	9		<u>15,833</u>		<u>5,394</u>
			<u>19,271</u>		<u>28,438</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	10		2		2
Profit and loss account			<u>19,269</u>		<u>28,436</u>
<b>SHAREHOLDERS FUNDS</b>	13		<u>19,271</u>		<u>28,438</u>

The directors have relied upon the exemptions for individual accounts contained in subsections 247 to 249 of the Companies Act 1985 on the basis that as a small company it is entitled to those exemptions. For the year ended 30 June 1997 the company was entitled to exemption under section 249A(1) of the Companies Act 1985. No member or members have requested an audit for the current financial year pursuant to subsection 2 of section 249B of the Act.

The directors acknowledge their responsibility for ensuring that the company keeps accounting records which comply with section 221 of the Act 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.

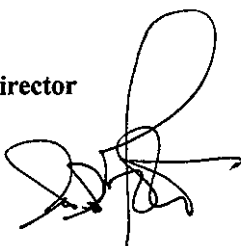
Advantage has been taken in the preparation of the financial statements of the special exemptions conferred by Part I of Schedule 8 to the Companies Act 1985 on the grounds that the company qualifies as a small company.

P R Foster

Director

On behalf of the Board

Date: 28 October 1997



**TISANE SERVICES LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 1997****1. ACCOUNTING POLICIES****Basis of Accounting**

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

**Depreciation**

No depreciation is provided on freehold land and buildings which, in the opinion of the directors, have a value in excess of their cost. Depreciation is provided on other assets in equal instalments over their expected useful life as follows:

Motor vehicles	25% reducing balance basis
Plant and machinery	25% reducing balance basis
Office equipment	25% reducing balance basis

**Stock**

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

**Small Company Exemption**

The company is exempt from the requirement to publish a cash flow statement and associated information as defined by S246 - S247 Companies Act 1985.

**Turnover**

Turnover consists of the invoiced value (excluding VAT) for goods and services supplied to third parties.

**Leased Assets**

Where the assets are financed by leasing agreements ('finance leases') the assets are included in the balance sheet at cost less depreciation in accordance with the company's normal accounting policies. The present value of future rentals is shown as a liability. The interest element of rental obligations is charged to the profit and loss account over the period of the lease in proportion to the balance of capital payments outstanding. Rentals payable under operating leases are charged to the profit and loss account as incurred.

**Pensions**

The company operates a defined contribution pension scheme. The assets of the scheme are invested and managed independently of the finances of the company. The contributions to the scheme are charged to the company's profit and loss account in the year that they are made.

## TISANE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 1997

## 2. TURNOVER

The turnover and pre-tax profit is wholly attributable to the company's principal activities.

Turnover attributable to geographical markets outside the United Kingdom amounted to Nil% (1996 - Nil%).

## 3. OPERATING PROFIT

The operating profit is stated after charging :

	1997 £	1996 £
Amounts written off tangible assets	12,939	16,126

## 4. INTEREST PAYABLE

	1997 £	1996 £
Loan interest	1,865	451
Hire purchase interest	986	807
Bank charges and interest	2,409	846
	5,260	2,104

## 5. TAXATION

The tax charge on the profit on ordinary activities was as follows:

	1997 £	1996 £
Corporation tax	5,332	450
Prior year adjustment	(10)	-
	5,322	450

## TISANE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 1997

## 6. FIXED ASSETS

## Tangible assets

	Motor vehicles £	Plant & machinery £	Office equipment £	Leasehold property improvements £	Total £
<b>COST</b>					
At 1 July 1996	16,105	56,885	3,357	-	76,347
Additions in year	-	1,360	2,014	13,767	17,141
At 30 June 1997	<u>16,105</u>	<u>58,245</u>	<u>5,371</u>	<u>13,767</u>	<u>93,488</u>
<b>DEPRECIATION</b>					
At 1 July 1996	4,027	22,907	1,037	-	27,971
Charge for the year	3,020	8,835	1,084	-	12,939
At 30 June 1997	<u>7,047</u>	<u>31,742</u>	<u>2,121</u>	<u>-</u>	<u>40,910</u>
<b>NET BOOK VALUE</b>					
At 30 June 1997	<u>9,058</u>	<u>26,503</u>	<u>3,250</u>	<u>13,767</u>	<u>52,578</u>
At 30 June 1996	<u>12,078</u>	<u>33,978</u>	<u>2,320</u>	<u>-</u>	<u>48,376</u>

The net book value of tangible fixed assets includes £7,000 (1996 £10,523) in respect of assets held under finance leases. Depreciation charged in the year on those assets amounted to £2,334 (1996 £3,507).

## 7. STOCKS

	1997 £	1996 £
Raw materials and consumables	<u>7,265</u>	<u>12,566</u>

## 8. DEBTORS

	1997 £	1996 £
<b>Amounts due within one year</b>		
Trade debtors	30,309	74,437
Prepayments	-	550
A.C.T. repayable	6,340	-
Directors loan account	<u>2,546</u>	<u>-</u>
	<u>39,195</u>	<u>74,987</u>

## TISANE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 1997

## 9. CREDITORS

	1997 £	1996 £
<b>Amounts due within one year</b>		
Bank overdraft (secured)	16,813	16,718
Bank loan account	5,000	4,764
Trade creditors	15,529	64,619
Corporation tax	5,332	450
Other taxes and social security costs	5,514	5,175
Accruals	4,116	3,187
Directors loan account	-	2,868
Hire purchase account	5,295	4,429
A.C.T. payable	6,340	-
	<u>63,939</u>	<u>102,210</u>
<b>Amounts due after more than one year</b>		
Hire purchase account	-	5,394
Bank loan account	15,833	-
	<u>15,833</u>	<u>5,394</u>

## 10. CALLED UP SHARE CAPITAL

	1997 No	1996 No
Ordinary shares of £1 each		
Authorised	<u>100</u>	<u>100</u>
Allotted, issued and fully paid	<u>2</u>	<u>2</u>

## 11. CAPITAL COMMITMENTS

	1997 £	1996 £
Contracted	Nil	Nil
Authorised, but not contracted for	<u>Nil</u>	<u>Nil</u>

## 12. CONTINGENT LIABILITIES

Contingent liabilities as at the balance sheet date were £Nil (1996 £Nil).



## TISANE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 1997

## 13. SHAREHOLDERS FUNDS

Reconciliation of movements in shareholders funds:-

	1997 £	1996 £
Opening shareholders funds	28,438	27,035
(Decrease)/Increase in profit and loss account	(9,167)	1,403
Closing shareholders funds	<u>19,271</u>	<u>28,438</u>