

ADVANCED COMPUTER FURNITURE LIMITED

Reg. No: 2497958

ABBREVIATED STATUTORY ACCOUNTS FOR THE YEAR ENDED 31ST MAY 1998

**AUDITORS' REPORT TO ADVANCED COMPUTER FURNITURE LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985.**

We have examined the abbreviated accounts set out on pages 2 to 4 together with the financial statements of the company prepared under section 226 of the Companies Act 1985 for the year ended 31st May 1998.

Respective responsibilities of directors and auditors:

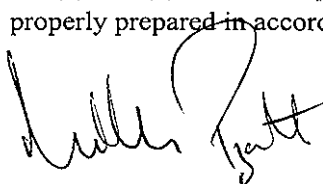
The directors are responsible for preparing abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion:

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purposes of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion:

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 have been properly prepared in accordance with those provisions.



Mills Pyatt

Chartered Accountants and
Registered Auditors
Crown Mews
Church Green West
Redditch
Worcestershire
B97 4BG

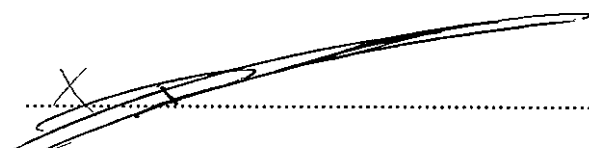
20th November 1998



ADVANCED COMPUTER FURNITURE LIMITED
Reg. No: 2497958
ABBREVIATED BALANCE SHEET AS AT 31ST MAY 1998

	Note	1998 £	1997 £
Fixed assets			
Tangible assets	1	821,345	610,796
Investments		0	0
Current assets			
Stocks		215,578	114,353
Debtors		280,764	272,990
Cash at bank and in hand		0	200
		<u>496,342</u>	<u>387,543</u>
Creditors:			
Amounts falling due within one year		<u>(730,984)</u>	<u>(586,665)</u>
Net current liabilities		<u>(234,642)</u>	<u>(199,122)</u>
Total assets less current liabilities		<u>586,703</u>	<u>411,674</u>
Creditors:			
Amounts falling due after more than one year		(135,999)	(69,712)
Provisions for liabilities and charges:			
Deferred taxation		(26,900)	(9,200)
		<u>£423,804</u>	<u>£332,762</u>
Capital and reserves			
Called up share capital	2	50,000	50,000
Profit and loss account		373,804	282,762
		<u>£423,804</u>	<u>£332,762</u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities. The accounts were approved by the board on 20th November 1998 and signed on its behalf by:

 P J Devey (Director)

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST MAY 1998****Accounting Policies:**

ACCOUNTING CONVENTIONS - The accounts are prepared under the historical cost convention.

DEPRECIATION - Tangible fixed assets are depreciated at the following rates in order to write off the cost of the assets over their anticipated useful lives:

Freehold Buildings	Straight line	1%
Motor vehicles	Reducing balance	25%
Plant and Equipment	Reducing balance	15%

LEASING AND HIRE PURCHASE - Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets so acquired are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charges allocated to future periods. The finance element of the rental payment is charged to the profit and loss account equally over the period of the contract.

OPERATING LEASES - Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

STOCKS - Stocks are stated at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

TAXATION - The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for accounting and taxation purposes. When applicable, provision is made for deferred tax only to the extent that it is probable that an actual liability will crystallise in the foreseeable future.

FOREIGN CURRENCIES - Transactions in foreign currency are translated into sterling at the rate ruling on the date of the transaction. Any monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rate of exchange ruling at the balance sheet date. Exchange differences are included in the profit and loss account.

ADVANCED COMPUTER FURNITURE LIMITED**Reg. No: 2497958****NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST MAY 1998****1. Tangible Assets**

	TOTAL
Cost	
At 31st May 1997	675,889
Additions	304,026
Disposals	(44,130)
At 31st May 1998	<u>935,785</u>
Depreciation	
At 31st May 1997	65,093
Provided during the year	65,910
Disposals	(16,563)
At 31st May 1998	<u>114,440</u>
Net Book Values:	
At 31st May 1997	<u>610,796</u>
At 31st May 1998	<u>821,345</u>

1998**£****1997****£****2. Creditors**

Creditors include the following:

Amounts due for settlement after more than five years	<u>£51,844</u>	<u>£56,657</u>
Creditors that are secured	<u>£428,982</u>	<u>£243,960</u>

3. Share Capital

Ordinary shares of £0.50p each:

Authorised	<u>1,000,000</u>	<u>1,000,000</u>
Issued and fully paid	<u>100,000</u>	<u>100,000</u>

There was no change in share capital during the year.

4. Transactions with directors

The company had no interests in contracts with directors during the period which require disclosure under the Companies Act 1985.