

ACCOUNTS

AGUCHI LIMITED

REPORT AND ACCOUNTS

31st DECEMBER 1996

REGISTERED NUMBER 2963085

WALKER & CO

CHARTERED ACCOUNTANTS



AGUCHI LIMITED

DIRECTOR: T.W. Ockwell

SECRETARY: K. Voss

REGISTERED OFFICE: 21 St. Georges Road
Cheltenham
Gloucestershire
GL50 3DT

AUDITORS: Walker & Co.
Chartered Accountants
137 Newhall Street
Birmingham
B3 1SF

REPORT AND ACCOUNTS - 31ST DECEMBER 1996

PAGES	1	Report of the Director
	2	Statement of Director's responsibilities and report of the Auditors
	3	Profit and Loss Account
	4	Balance sheet
	5 & 7	Notes to the accounts

The following page does not form part of the statutory accounts:-

8	Profit and Loss Account
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AGUCHI LIMITED

REPORT OF THE DIRECTOR

The sole director presents his report with the accounts of the company for the year ended 31st December 1996.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of Graphic Design, Advertising and Public Relations work.

REVIEW OF THE BUSINESS

The results for the year are set out on page 3.

FIXED ASSETS

Acquisitions of fixed assets during the year are recorded in the notes to the accounts.

DIRECTORS

The director in office during the year and his beneficial interests in the company's issued ordinary share capital was as follows:-

	<u>31st December 1996</u>	<u>31st December 1995</u>
T.W. Ockwell	2	2

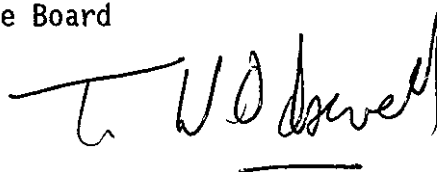
AUDITORS

The auditors, Walker & Co., will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

Signed on behalf of the Board

T.W. Ockwell

Director



Approved by the Board: 21st February 1997

AGUCHI LIMITED

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

Company law requires the director to prepare financial statements for each financial year 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 the profit or loss of the company for the year. Unless the director considers it inappropriate the financial statements should be prepared on a going concern basis.

The director is responsible for the maintenance of adequate accounting records, the safeguarding of the company's assets and the prevention and detection of fraud and other irregularities.

In the opinion of the director the accounting policies adopted in the preparation of the financial statements are appropriate to the company and have been consistently applied and are supported by reasonable and prudent judgements and estimates. All applicable accounting standards have been followed in the preparation of the financial statements.

AUDITORS REPORT TO THE MEMBERS OF AGUCHI LIMITED

We have audited the financial statements on pages 3 to 7.

Respective responsibilities of the director and auditors

As described above, the company's director is 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 judgements made by the director 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 affairs of the company as at 31st December 1996 and of the profit of the company for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

21st February 1997

Walker & Co

WALKER & CO.

CHARTERED ACCOUNTANTS
AND REGISTERED AUDITORS

137 Newhall Street
Birmingham
B3 1SF

AGUCHI LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST DECEMBER 1996

	<u>Notes</u>	<u>1996</u>	<u>1995</u>
Fees receivable		190,254	163,519
<u>Deduct: Costs thereof</u>		<u>90,270</u>	<u>98,274</u>
		99,984	65,245
<u>Deduct: Administrative overheads</u>		89,126	83,452
Interest payable	7	<u>2,095</u>	<u>735</u>
		91,221	84,187
<u>PROFIT/(LOSS) FOR THE YEAR/PERIOD</u>		8,763	(18,942)
ADVERSE BALANCE BROUGHT FORWARD		<u>(18,942)</u>	<u>-</u>
<u>ADVERSE BALANCE CARRIED FORWARD</u>		£ <u>(10,179)</u>	£ <u>(18,942)</u>

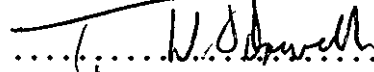
There were no recognised gains or losses other than the profit for the year and no other movements in shareholders funds.

AGUCHI LIMITED**BALANCE SHEET****31ST DECEMBER 1996**

	<u>Notes</u>	<u>1996</u>	<u>1995</u>
<u>FIXED ASSETS</u>			
Tangible assets	3	11,496	10,887
<u>CURRENT ASSETS</u>			
Debtors	4	31,173	19,483
Work in progress		<u>13,500</u>	<u>-</u>
		<u>44,673</u>	<u>19,483</u>
<u>CREDITORS: Amounts falling due within one year</u>	5	<u>(62,989)</u>	<u>(47,348)</u>
<u>NET CURRENT LIABILITIES</u>		(18,316)	(27,865)
<u>CREDITORS: Amounts falling due after more than one year</u>			
Hire purchase		<u>(3,357)</u>	<u>(1,962)</u>
<u>(EXCESS OF LIABILITIES)</u>		£ <u>(10,177)</u>	£ <u>(18,940)</u>
<u>CAPITAL AND RESERVES</u>			
Called up share capital	2	2	2
Profit and Loss account - Adverse balance		<u>(10,179)</u>	<u>(18,942)</u>
		£ <u>(10,177)</u>	£ <u>(18,940)</u>

Signed on behalf of the Board

T.W. Ockwell - Director



Approved by the Board on: 21st February 1997

AGUCHI LIMITED

NOTES TO THE ACCOUNTS

31ST DECEMBER 1996

1. ACCOUNTING POLICIES

a) Basis of Accounting

The accounts have been prepared under the historical cost convention.

b) Tangible Fixed Assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Motor vehicle	25% on cost
Office equipment	20% on cost

c) Deferred Taxation

No provision has been made in respect of timing differences arising from accelerated capital allowances as deferment appears likely to continue for the foreseeable future.

d) Operating Leases

Rentals applicable to operating leases where substantially all of the benefits and risk of ownership remain with the lessor are charged against profit as incurred.

2. CALLED UP SHARE CAPITAL

<u>Authorised</u>	<u>1996</u>	<u>1995</u>
10,000 Ordinary shares of £1 each	£ <u>10,000</u>	<u>10,000</u>
<u>Allotted and fully paid</u>		
2 Ordinary shares of £1 each	£ <u>2</u>	£ <u>2</u>

AGUCHI LIMITED**NOTES TO THE ACCOUNTS - (Continued)****31ST DECEMBER 1996****3. TANGIBLE FIXED ASSETS**

Cost	Motor Vehicles	Office Equipment	Total
At 31st December 1995	5,315	9,060	14,375
Additions	7,500	-	7,500
Disposals	(4,500)	-	(4,500)
At 31st December 1996	£ 8,315	£ 9,060	£ 17,375
Depreciation			
At 31st December 1995	1,670	1,818	3,488
Charge for year	2,709	1,812	3,891
Elimination for disposals	(1,500)	-	(1,500)
At 31st December 1996	£ 2,249	£ 3,630	£ 5,879
Net book value			
At 31st December 1996	£ 6,066	5,430	11,496
At 31st December 1995	£ 3,645	£ 7,242	£ 10,887

4. DEBTORS

	1996	1995
Trade	30,201	19,207
Prepayments	472	276
Other debtor	500	-
	£ 31,173	£ 19,483

5. CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

	1996	1995
Bank current account overdraft	2,740	2,312
Bank business development loan	-	694
Trade creditors	32,645	24,294
Other creditor	5,505	633
Accruals	3,569	5,498
Taxation and Social Security	14,722	11,389
Hire purchase	3,808	2,528
	62,989	£ 47,348

The bank business development loan was repaid during the year.

The bank overdraft is secured by a mortgage debenture dated 30th May 1995 creating a fixed and floating charge over all the company's assets.

AGUCHI LIMITED

NOTES TO THE ACCOUNTS - (Continued)

31st December 1996

6. OPERATING LEASE COMMITMENTS

1996

1995

The annual commitments under operating leases were as follows

Expiring within one year

1,003

-

Expiring within 2 to 5 years

4,464

3,360

£ 5,467

£ 3,360

7. INTEREST PAYABLE

1996

1995

Bank overdraft

572

191

Bank loan

15

120

Hire purchase

1,508

735

£ 2,095

£ 1,046