

CHIMNEY COWLS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 1998



AUDITORS' REPORT TO CHIMNEY COWLS LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

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

Respective Responsibilities of Directors and Auditors

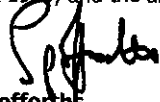
The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements 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 procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose 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 financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 4 are properly prepared in accordance with those provisions.


Spofforths
Chartered Accountants and Registered Auditors
41 Beach Road
Littlehampton
West Sussex
BN17 5JA
Date: 4 November 1998

CHIMNEY COWLS LIMITED**ABBREVIATED BALANCE SHEET**

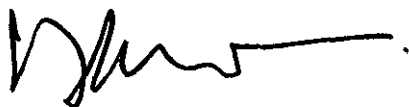
AS AT 31ST DECEMBER 1998

	Notes	£	1998 £	£	1997 £
Fixed Assets	2				
Tangible fixed assets			32,162		19,425
Current Assets					
Stock and work in progress		40,824		28,026	
Debtors		772,127		384,387	
		812,951		412,413	
Creditors: Amounts Falling Due Within One Year		406,750		205,326	
Net Current Assets			406,201		207,087
Total Assets Less Current Liabilities			438,363		226,512
Capital and Reserves					
Share capital	3		1		1
Profit and loss account			438,362		226,511
Shareholders' Funds			438,363		226,512

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

These financial statements were approved by the board on 28th October 1999 and signed on its behalf.

Mr P R Stedman
Director



CHIMNEY COWLS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 1998

1 Accounting Policies

Basis of Accounting

The Financial Statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Small Entities (effective March 1999).

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Depreciation

Depreciation is calculated to write down the cost or valuation less estimated residual value of all tangible fixed assets over their expected useful lives. The rates and periods generally applicable are:

Fixtures and fittings	25% per annum on cost
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Stocks

Stocks are stated at the lower of cost and net realisable value.

Foreign Currencies

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. Where exchange differences result from the translation of foreign currency borrowings raised to acquire foreign assets they are taken to reserves and offset against the differences arising from the translation of those assets. All other exchange differences are dealt with through the profit and loss account.

Contribution to Pension Funds

The company pays contributions to the group defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Leased Assets

Assets held under finance leases and hire purchase contracts are capitalised in the Balance Sheet and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the Profit and Loss Account over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the Profit and Loss Account on a straight line basis over the lease term.

CHIMNEY COWLS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 1998

2 Fixed Assets

	Tangible Fixed Assets	Total
	£	£
Cost		
At 1st January 1998	25,900	25,900
Additions	19,875	19,875
At 31st December 1998	45,775	45,775
Depreciation and Amortisation		
At 1st January 1998	6,475	6,475
Charge for the year	7,138	7,138
At 31st December 1998	13,613	13,613
Net Book Value At 31st December 1998	32,162	32,162
<i>At 31st December 1997</i>	<i>19,425</i>	<i>19,425</i>

The company owns tooling assets which were valued at 31st December 1990 on an existing use basis at £64,750 by an independent firm of valuers.

3 Share Capital

	1998 £	1997 £
Authorised		
100 Ordinary shares of £1.00 each	100	100
Allotted		
1 Allotted, called up and fully paid ordinary shares of £1.00 each	1	1

4 Related Parties

The company's immediate parent undertaking is The Loft Shop Limited which has included the company in its group accounts, copies of which are available from its registered office: Units 50/51, Lineside Industrial Estate, Eldon Way, Littlehampton, West Sussex, BN17 7HE.

In the directors' opinion the company's ultimate parent company and controlling party is The Loft Shop Group Limited which is incorporated in England and Wales. Copies of its group accounts, which include the company, are also available from the registered office as stated above.