

AUDITORS' REPORT TO DEYCOM 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 Deycom Limited for the year ended 30 September 2001 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the 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 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 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 accounts prepared in accordance with sections 246 (5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.



Freeman Lawrence & Partners
Chartered Accountants & Registered Auditor
266-8 Holloway Road
London N7 6NE

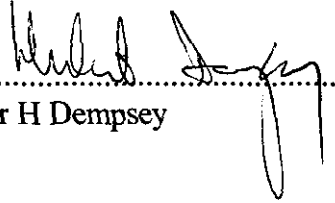
Date: 30 July 2002



ABBREVIATED BALANCE SHEET AS AT 30 SEPTEMBER 2001

<u>Note</u>	2001	2000
	Fixed Assets	
2	Tangible fixed assets	15711
	Current Assets	
1	Stock	16987
	Trade debtors	271790
4	Other debtors	69718
	Cash at bank & in hand	911
	<u>407993</u>	<u>359406</u>
	Creditors - Amounts falling due within one year:	
	Bank overdraft (secured)	22054
	Trade creditors	198691
	Taxation & social security	5097
	Corporation tax	18366
	Sundry creditors & accruals	22308
	Directors current account	22321
	<u>295222</u>	<u>288837</u>
	Net Current Assets	<u>70569</u>
	Total Assets less Current Liabilities	<u>86280</u>
	Capital & Reserves	
3	Called up share capital	1000
	Profits & loss account	85280
	Shareholders Funds	<u>86280</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies were approved by the board on 30 July 2002 and signed on its behalf.


Director
 Mr H Dempsey

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2001

1 Accounting Policies

- a) **Basis of preparation of financial statements** The financial statements are prepared in £ UK under the historical cost convention and in accordance with Financial Reporting Standard for Smaller Entities (effective March 2000).
- b) **Turnover** Turnover comprises the invoiced value of goods supplied by the company, net of value added tax and trade discounts.
- c) **Depreciation** Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Fixtures & Equipment	-	25% p.a. on Reducing Rate Basis
Motor Vehicles	-	25% p.a. on Reducing Rate Basis
- d) **Operating Leases** Rents applicable to operating leases where substantially all of the benefits and risks of ownership remain with the Lessor are charged to Profit & Loss Account as incurred.
- e) **Stock** Stocks are valued at the lower cost and net realisable value after making due allowance for obsolete and slow moving stocks.
- f) **Deferred Taxation** Provision for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.
- g) **Pensions** The company operates a defined contributions pension scheme for the director. The pension charge represents the amounts payable by the company to the fund in respect of the year.

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2001

2	Fixed Assets	<u>Fixtures & Equipment</u>	<u>Motor Vehicle</u>	<u>Total</u>
	Cost			
	At 1.10.2000	50702	10300	61002
	Additions	<u>12284</u>	<u>-</u>	<u>12284</u>
	At 30.9.2001	<u>62986</u>	<u>10300</u>	<u>73286</u>
	Depreciation			
	At 1.10.2000	36447	8844	45291
	Charge for the year	<u>6600</u>	<u>400</u>	<u>7000</u>
	At 30.9.2001	<u>43047</u>	<u>9244</u>	<u>52291</u>
	Net Book Value			
	At 30.9.2001	<u>19939</u>	<u>1056</u>	<u>20995</u>
	At 30.9.2000	<u>14255</u>	<u>1456</u>	<u>15711</u>
			2001	2000
3	Called up Share Capital			
	Ordinary shares of £1 each -			
	Authorised		<u>50000</u>	<u>50000</u>
	Allotted, issued & fully paid		<u>1000</u>	<u>1000</u>

4 Related Parties

The company occupies premises owned by Mr H and L Dempsey who are brothers and hold all the companies issued shares. Mr H Dempsey is the sole director of the company. Mr L Dempsey was a director until he resigned 31 May 2000. The rent for the property was £15000 (2000 - £15000).

Other debtors include £54068 (2000 - £54068) unsecured loan to Mr L Dempsey. The maximum amount outstanding during the year was £54068. No interest has been charged on the loan.