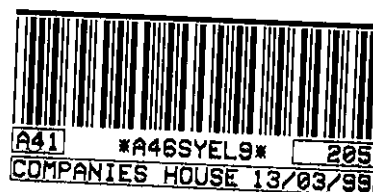


FOCUS INTERIORS LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 1998



AUDITORS' REPORT TO FOCUS INTERIORS 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 accounts of Focus Interiors Limited for the year ended 30th June 1998 prepared under section 226 of the Companies Act 1985.

Respective Responsibilities of Directors and Auditors

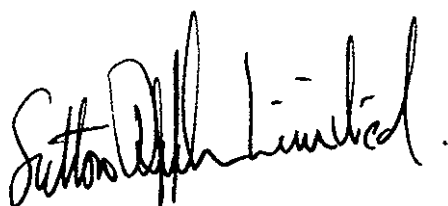
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (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 procedures we considered necessary to confirm, by reference to the accounts, 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 accounts.

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.



Sutton Dipple Limited
Chartered Accountants and Registered Auditors
8 Wheelwright's Corner
Old Market
Nailsworth
Glos
GL6 0DU
3rd March 1999

FOCUS INTERIORS LIMITED

ABBREVIATED BALANCE SHEET

AS AT 30TH JUNE 1998

	Notes	1998	1997
		£	£
Fixed Assets	2		
Tangible fixed assets		14,652	36,486
Current Assets			
Stock and work in progress		98,389	43,309
Debtors		236,783	452,514
Cash at bank and in hand	1	1	1
		<u>335,173</u>	<u>495,824</u>
Creditors: Amounts Falling Due Within One Year		<u>323,005</u>	<u>468,540</u>
Net Current Assets		12,168	27,284
Total Assets Less Current Liabilities		<u>26,820</u>	<u>63,770</u>
Creditors: Amounts Falling Due After More Than One Year		<u>3,498</u>	<u>12,620</u>
		<u>23,322</u>	<u>51,150</u>
Capital and Reserves			
Share capital	4	13,000	13,000
Profit and loss account		10,322	38,150
Shareholders' Funds		<u>23,322</u>	<u>51,150</u>

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

These accounts were approved by the board on 3rd March 1999 and signed on its behalf.



Mr R Rapaccioli
Director

FOCUS INTERIORS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 1998

1 Accounting Policies

Basis of Accounting

The Accounts have been prepared under the historical cost convention.

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 other than freehold land by equal annual instalments by reducing balance method over their expected useful lives. The rates and periods generally applicable are:

Motor vehicles	25%
Fixtures and fittings	15%

Stocks

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

Deferred Taxation

Deferred tax is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

Debit balances arising in respect of advanced corporation tax on dividends payable or proposed are carried forward to the extent that they are expected to be recoverable.

Contribution to Pension Funds

The company operates a 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.

FOCUS INTERIORS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 1998

2 Fixed Assets

	Tangible Fixed Assets
	£
Cost	
At 1st July 1997	46,041
Disposals	(25,342)
At 30th June 1998	20,699
Depreciation and Amortisation	
At 1st July 1997	9,555
Charge for the year	4,500
On disposals	(8,008)
At 30th June 1998	6,047
Net Book Value	
At 30th June 1998	14,652
<i>At 30th June 1997</i>	<i>36,486</i>

Included in the net book value is £12,239 (1996 - £5,658) in respect of assets held under hire purchase agreements.

3	Loans	1998 £	1997 £
4	Share Capital	1998 £	1997 £
	Authorised Equity Shares		
	50,000 Ordinary shares of £1.00 each	50,000	50,000
		50,000	50,000
	Allotted Equity Shares		
	13,000 Allotted, called up and fully paid ordinary shares of £1.00 each	13,000	13,000