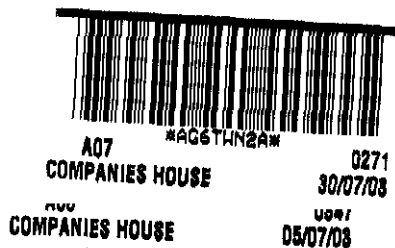


WORKPLACE BY DESIGN (NORTH) LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR
31 DECEMBER 2002



WORKPLACE BY DESIGN (NORTH) LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2002

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WORKPLACE BY DESIGN (NORTH) LIMITED

INDEPENDENT AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 4, together with the financial statements of the company for the year ended 31 December 2002 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company's shareholders, as a body, in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE 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 report our opinion to you.

BASIS OF AUDIT OPINION

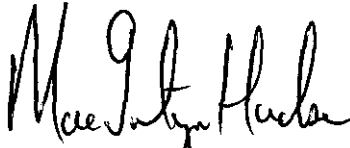
We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did 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 Act, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

Greenwood House
4/7 Salisbury Court
London
EC4Y 8BT

23 July 2003


MACINTYRE HUDSON
Chartered Accountants
& Registered Auditors

WORKPLACE BY DESIGN (NORTH) LIMITED

BALANCE SHEET

31 DECEMBER 2002

	Note	2002 £	2001 £
FIXED ASSETS	2		
Tangible assets		142,430	30,238
CURRENT ASSETS			
Stocks		25,154	17,113
Debtors		247,028	247,110
Cash at bank and in hand		23,664	13,604
		<u>295,846</u>	<u>277,827</u>
CREDITORS: Amounts falling due within one year		<u>310,488</u>	<u>308,838</u>
NET CURRENT LIABILITIES		(14,642)	(31,011)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>127,788</u>	<u>(773)</u>
CREDITORS: Amounts falling due after more than one year		<u>42,334</u>	<u>16,500</u>
		<u>85,454</u>	<u>(17,273)</u>
CAPITAL AND RESERVES			
Called-up share capital	3	60,000	10,000
Profit and Loss Account		<u>25,454</u>	<u>(27,273)</u>
SHAREHOLDERS' FUNDS/(DEFICIENCY)		<u>85,454</u>	<u>(17,273)</u>

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on the 19/6/03 and are signed on their behalf by:

P.A. Leathwhite

P A Leathwhite
Director

The notes on pages 3 to 4 form part of these financial statements.

WORKPLACE BY DESIGN (NORTH) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2002

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 Smaller Entities (effective June 2002).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold Property	-	2% straight line
Fixtures & Fittings	-	20% straight line
Motor Vehicles	-	25% reducing balance
Rental furniture	-	33.33% straight line

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

2. FIXED ASSETS

	Tangible Assets £
COST	
At 1 January 2002	33,730
Additions	139,232
Disposals	(6,582)
At 31 December 2002	<u>166,380</u>
DEPRECIATION	
At 1 January 2002	3,492
Charge for year	21,467
On disposals	(1,009)
At 31 December 2002	<u>23,950</u>
NET BOOK VALUE	
At 31 December 2002	<u>142,430</u>
At 31 December 2001	<u>30,238</u>

WORKPLACE BY DESIGN (NORTH) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2002

3. SHARE CAPITAL

Authorised share capital:

	2002	2001
	£	£
1,000,000 Ordinary shares of £1 each	1,000,000	1,000,000
200,000 Cumulative Redeemable Preference shares of £1 each	200,000	—
	<u>1,200,000</u>	<u>1,000,000</u>

Allotted, called up and fully paid:

	2002		2001	
	No	£	No	£
10,000 Ordinary shares of £1 each	10,000	10,000	10,000	10,000
50,000 Cumulative Redeemable Preference shares of £1 each	50,000	50,000	—	—
	<u>60,000</u>	<u>60,000</u>	<u>10,000</u>	<u>10,000</u>

During the year the company issued 50,000 cumulative redeemable preference shares of £1 each to Workplace by design Limited for a consideration of £50,000.

4. ULTIMATE PARENT COMPANY

The ultimate parent company is Workplace by design Limited, which holds 90% of the issued ordinary share capital, and 100% of the issued cumulative redeemable preference share capital, in the company.

5. SECURED LIABILITIES

Included in creditors are the following bank loans secured by a fixed charge over the company's freehold property.

Creditors (amounts falling due within one year)	£5,000 (2001: £nil)
Creditors (amounts falling due after one year)	£42,445 (2001: £nil)