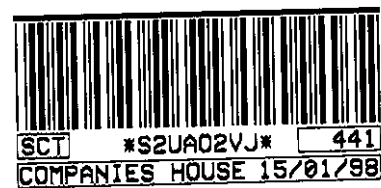


Abbreviated Financial Statements

for the Year Ended 30 June 1997

for

J.E.M. CARPET COMPANY LIMITED



J.E.M. CARPET COMPANY LIMITED

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for the Year Ended 30 June 1997

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J.E.M. CARPET COMPANY LIMITED

Company Information
for the Year Ended 30 June 1997

DIRECTORS: J E MARSHALL
E MARSHALL

SECRETARY: J E MARSHALL

REGISTERED OFFICE: 1A HIGH AVON STREET
LARKHALL
Strathclyde
ML9 1AP

REGISTERED NUMBER: 132136 (Scotland)

AUDITORS: Turner Chartered Accountants
17 - 19 Motherwell Road
Carfin
Motherwell
ML1 4EB

J.E.M. CARPET COMPANY LIMITED

Report of the Auditors to
J.E.M. CARPET COMPANY LIMITED
Under Section 247B of the Companies Act 1985

We have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the year ended 30 June 1997 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 the procedures we consider 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 full 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 three to five are properly prepared in accordance with those provisions.

Turner Chartered Accountants
17 - 19 Motherwell Road
Carfin
Motherwell
ML1 4EB


Dated: 4/1/98

J.E.M. CARPET COMPANY LIMITED

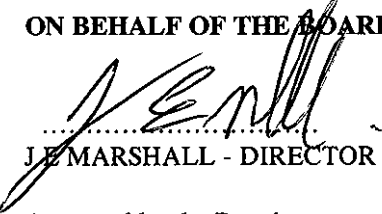
Abbreviated Balance Sheet

30 June 1997

		<u>30/6/97</u>		<u>30/6/96</u>	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		18,079		13,481
CURRENT ASSETS:					
Stocks		188,106		160,631	
Debtors		9,050		5,910	
Cash at bank and in hand		151,585		69,383	
		<u>348,741</u>		<u>235,924</u>	
CREDITORS: Amounts falling due within one year		<u>165,801</u>		<u>109,973</u>	
NET CURRENT ASSETS:			<u>182,940</u>		<u>125,951</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>£201,019</u>		<u>£139,432</u>
CAPITAL AND RESERVES:					
Called up share capital	3		1,000		1,000
Profit and loss account			<u>200,019</u>		<u>138,432</u>
Shareholders' funds			<u>£201,019</u>		<u>£139,432</u>

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

ON BEHALF OF THE BOARD:


J.E. MARSHALL - DIRECTOR

Approved by the Board on 12/12/97

The notes form part of these financial statements

Notes to the Abbreviated Financial Statements
for the Year Ended 30 June 1997

1. **ACCOUNTING POLICIES**

Accounting convention

The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

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

Motor vehicles - 25% reducing balance

Plant & machinery - 25% reducing balance

Fixtures & fittings - 25% reducing balance

Stocks

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

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

J.E.M. CARPET COMPANY LIMITED

Notes to the Abbreviated Financial Statements
for the Year Ended 30 June 1997

2. **TANGIBLE FIXED ASSETS**

	Total
	<u>£</u>
COST:	
At 1 July 1996	30,472
Additions	25,034
Disposals	<u>(25,812)</u>
At 30 June 1997	<u>29,694</u>
DEPRECIATION:	
At 1 July 1996	16,991
Charge for year	6,027
Eliminated on disposals	<u>(11,403)</u>
At 30 June 1997	<u>11,615</u>
NET BOOK VALUE:	
At 30 June 1997	<u>18,079</u>
At 30 June 1996	<u>13,481</u>

3. **CALLED UP SHARE CAPITAL**

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	30/6/97 £	30/6/96 £
1,000	ORDINARY	£1	<u>1,000</u>	<u>1,000</u>