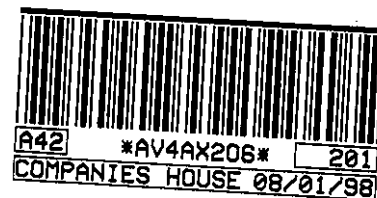


Registered Number
1468173

BREWSTERS (HAIRCARE) LIMITED
ABBREVIATED FINANCIAL STATEMENTS

31 MARCH 1997



JOHN GOULDING & CO.
Chartered Accountants

4 SOUTHPORT ROAD CHORLEY LANCASHIRE PR7 1LD
TEL: (01257) 260366 FAX: (01257) 273620

AUDITOR'S REPORT TO BREWSTERS (HAIRCARE) LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements set on pages II to IV together with the financial statements of Brewsters (Haircare) Limited for the year ended 31 March 1997 prepared under section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing 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 that 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 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 II to IV are properly prepared in accordance with those provisions.

John Goulding & Co

JOHN GOULDING & CO
Chartered Accountants
& Registered Auditors
4 Southport Road
CHORLEY
Lancashire
PR7 1LD

Dated: 24/12/97

BREWSTERS (HAIRCARE) LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 MARCH 1997

	Notes	£	1997 £	1996 £
FIXED ASSETS	2			
Tangible assets			108,460	119,072
CURRENT ASSETS				
Stocks		7,875		7,500
Debtors		1,576		4,196
Cash at bank and in hand		<u>21,551</u>		<u>23,331</u>
		31,002		35,027
CREDITORS Amounts falling due within one year	3	<u>79,747</u>		<u>86,801</u>
NET CURRENT LIABILITIES			<u>(48,745)</u>	<u>(51,774)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			59,715	67,298
CREDITORS Amounts falling due after more than one year	3		<u>11,158</u>	<u>23,494</u>
			<u>48,557</u>	<u>43,804</u>
CAPITAL AND RESERVES				
Share capital	4		20,000	20,000
Profit and loss account			<u>28,557</u>	<u>23,804</u>
Shareholders funds - all equity			<u>48,557</u>	<u>43,804</u>

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

The financial statements have been approved by the Board of Directors


D. Claxton, Director


G.N. Claxton, Director.

Dated: 18/2.97

The notes on pages III and IV form part of these financial statements.

BREWSTERS (HAIRCARE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1997

1. ACCOUNTING POLICIES

- (a) **ACCOUNTING CONVENTION** These financial statements are prepared under the historical cost convention and include the results of the company's operations which are described in the Directors Report and all of which are continuing.
- (b) **CASH FLOW STATEMENT** The company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cash flow statement on the grounds that it is a small company.
- (c) **STOCK ON HAND & WORK IN PROGRESS** has been valued by the directors of the company at the lower of cost price and net realisable value after making due allowance for obsolete and slow moving stock.
- (d) **TURNOVER** is comprised of the invoiced value of goods and services supplied by the company net of value added tax and trade discount.

(e) **TANGIBLE FIXED ASSETS AND DEPRECIATION**

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	5%
Leasehold property	20%
Fittings and equipment	25%

Assets which have been written off in full have been treated as if sold for nil value during the year.

- (f) **DEFERRED TAXATION** Provision is made 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) **LEASING AND HIRE PURCHASE** Assets obtained under hire purchase are capitalised as tangible fixed assets and depreciated over their useful lives.
- (h) **OPERATING LEASES** Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

BREWSTERS (HAIRCARE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1997

2. FIXED ASSETS

Tangible Fixed Assets

(a) COST	£
At 31 March 1996	248,677
Additions	1,892
Disposals	<u>(10,811)</u>
At 31 March 1997	<u>239,758</u>
(b) DEPRECIATION	
At 31 March 1996	129,605
Charge for year	12,504
Disposals	<u>(10,811)</u>
At 31 March 1997	<u>131,298</u>
(c) NET BOOK VALUES	
At 31 March 1997	<u>108,460</u>
At 31 March 1996	<u>119,072</u>

3. CREDITORS

	1997	1996
	£	£

Creditors include the following:

Commercial mortgage		
- repayable within one year	14,690	14,690
- repayable within five years	<u>11,158</u>	<u>23,494</u>

4. SHARE CAPITAL

(a) Authorised		
Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>
(b) Issued and fully paid		
Ordinary shares of £1 each	<u>20,000</u>	<u>20,000</u>