

RAFI (G.B.) LIMITED

**Abbreviated Accounts
31 December 2001**

Chantrey Vellacott DFK



CHANTREY VELLACOTT DFK
Chartered Accountants
Airport House
Purley Way
Croydon
Surrey
CR0 0XZ

Auditors' report to Rafi (G.B.) Limited under section 247B of the Companies Act 1985

We have examined the abbreviated accounts on pages 2 to 4 together with the financial statements of Rafi (G.B.) Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 December 2001.

Respective responsibilities of directors and auditors

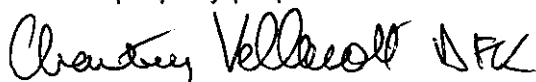
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of and Schedule 8A to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and whether the abbreviated accounts have been properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does 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 under sections 246 and 247 of the Companies Act 1985 to deliver abbreviated accounts prepared in accordance with section 246(5) and (6) of that Act, in respect of the year ended 31 December 2001 and the abbreviated accounts on pages 2 to 4 have been properly prepared in accordance with that section.



CHANTREY VELLACOTT DFK
Chartered Accountants
Registered Auditors

CROYDON

18 July 2002

Chantrey Vellacott DFK

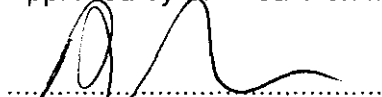
RAFI (G.B.) LIMITED

Abbreviated balance sheet at 31 December 2001

	Notes	2001 £	2000 £
Fixed assets			
Tangible assets	2	<u>582,903</u>	<u>603,298</u>
Current assets			
Stocks		225,105	73,493
Debtors		310,633	449,545
Cash at bank and in hand		411	175,123
		<u>536,149</u>	<u>698,161</u>
Creditors: amounts falling due within one year		<u>(554,113)</u>	<u>(705,587)</u>
Net current liabilities		<u>(17,964)</u>	<u>(7,426)</u>
Total assets less current liabilities		<u>564,939</u>	<u>595,872</u>
Creditors: amounts falling due after more than one year		<u>(622,199)</u>	<u>(642,694)</u>
		<u>(57,260)</u>	<u>(46,822)</u>
Capital and reserves			
Called up share capital	3	1,771,000	1,771,000
Profit and loss account		<u>(1,828,260)</u>	<u>(1,817,822)</u>
		<u>(57,260)</u>	<u>(46,822)</u>

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

Approved by the Board on 12/6/02 and signed on its behalf.



B BLUNDEN - Director

The notes on pages 3 to 4 form part of these abbreviated accounts.

Notes to the abbreviated accounts for the year ended 31 December 2001

1 Accounting policies

a) Basis of accounting

The financial statements are prepared on the historical cost basis of accounting as modified to include the revaluation of freehold land and buildings.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

b) Depreciation of tangible fixed assets

Depreciation is not charged on freehold land nor on expenditure on assets not yet in use. Depreciation on other tangible fixed assets is charged so as to write off their full costs less estimated residual value over their expected useful lives at the following rates:

Freehold land and buildings	- 2.5% of cost per annum
Plant, furniture & fittings	- 10%/25% of cost per annum
Motor vehicles	- 25% of written down value per annum

c) Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

The cost of stocks is determined on the first in, first out basis. Net realisable value is the price at which stock can be realised in the normal course of business.

d) Long term contracts

Profit is recognised on long-term contracts, if the final outcome can be assessed with reasonable certainty, by including in the profit and loss account turnover and related costs as contract activity progresses. Turnover is calculated as that proportion of total contract value which costs to date bear to total expected costs for that contract.

e) Deferred taxation

Deferred taxation is provided under the liability method in respect of all material timing differences between the profits as computed for taxation purposes and the profits as stated in the financial statements, to the extent that it is probable that a liability or asset will crystallise. The rate of tax used is that which is expected to be applied when the liability or asset is expected to crystallise.

f) Foreign currencies

Assets and liabilities denominated in foreign currencies are translated into sterling at the rates ruling at the year end. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All gains and losses on exchange are dealt with in the profit and loss account.

g) Hire purchase and lease transactions

Rentals under operating leases are charged to the profit and loss account as they fall due.

h) Pensions

The company provides a defined contribution pension scheme, the assets of which are held separately from those of the company in an independently administered fund. Contributions to this scheme are charged to the profit and loss account as they become payable. There were no contributions payable to the fund at the year end (2000 - Nil).

RAFI (G.B.) LIMITED

Notes to the abbreviated accounts for the year ended 31 December 2001
(continued)

2 Tangible fixed assets

	£
Cost or valuation:	
At 1 January 2001	982,205
Additions	7,444
Disposals	(17,000)
At 31 December 2001	972,649
Depreciation:	
At 1 January 2001	378,906
Provision for the year	23,976
Adjustments for disposals	(13,136)
At 31 December 2001	389,746
Net book value:	
At 31 December 2001	582,903
At 31 December 2000	603,298

3 Called up share capital

	2001 £	2000 £
Authorised Equity shares:		
10,000 Ordinary shares of 10p each	1,000	1,000
1,770,000 Redeemable shares of £ 1 each	1,770,000	1,770,000
	1,771,000	1,771,000
Allotted, called up and fully paid Equity shares:		
10,000 Ordinary shares of 10p each	1,000	1,000
1,770,000 Redeemable shares of £ 1 each	1,770,000	1,770,000
	1,771,000	1,771,000