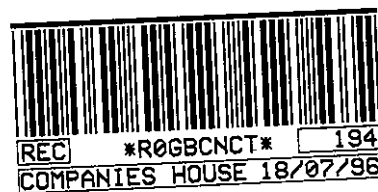


**DTSE LIMITED**  
**REPORT AND FINANCIAL STATEMENTS**  
**52 WEEKS ENDED 27 JANUARY 1996**

Registered Number: 208938



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## **DTSE LIMITED DIRECTORS' REPORT**

The Directors present their annual report and the audited financial statements of the Company for the 52 weeks ended 27 January 1996.

### **DIRECTORS AND THEIR INTERESTS**

The present Directors of the Company are:

D R Webb  
S Jerman

In accordance with the Articles of Association, no Director is required to seek re-election at the forthcoming Annual General Meeting.

No Director in office at 27 January 1996 held any beneficial interest in the shares of Harrods Investments plc or any of its subsidiaries at 29 January 1995 or at 27 January 1996.

No Director has had a material interest, directly or indirectly, at any time during the year in any contract significant to the business of the Company.

### **PRINCIPAL ACTIVITY**

The company did not trade or conduct any other activities during the year. No changes are expected in the immediate future.

### **DIVIDEND AND RESERVES**

No dividends were declared by the Directors during the year and no transfers to reserves were made.

### **INSURANCE**

The Harrods Investments group maintains insurance in respect of Directors and Officers of all group subsidiaries against any such liabilities as are referred to in Section 310 of the Companies Act 1985.

### **AUDITORS**

Price Waterhouse have expressed their willingness to continue in office as Auditors to the Company and a resolution proposing their re-appointment and authorising the Directors to fix their remuneration will be put to the Annual General Meeting.

**DTSE LIMITED  
DIRECTORS' REPORT**

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The Directors are required by the Companies Act 1985 to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company as at the end of the financial year and of the profit or loss for the financial year.

The Directors have prepared the financial statements on pages 5 to 8 on a going concern basis and consider that the Company has used appropriate accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates, and that all accounting standards which they consider to be applicable have been followed.

The Directors have responsibility for ensuring that the Company keeps accounting records which disclose with reasonable accuracy the financial position of the Company and which enable them to ensure that the financial statements comply with the Companies Act 1985.

The Directors have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

**CLOSE COMPANY**

As at 27 January 1996 the Company was a close company within the meaning of Part X1 Chapter 1 of the Income and Corporation Taxes Act 1988.

By Order of the Board



S Jerman  
**SECRETARY**

4 April 1996

Registered Office  
55 Park Lane  
London  
W1Y 3DB

**AUDITORS' REPORT  
TO THE MEMBERS OF DTSE LIMITED**

We have audited the financial statements on pages 5 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

As described on page 3 the Company's Directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

**BASIS OF OPINION**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**OPINION**

In our opinion the financial statements give a true and fair view of the state of the Company's affairs as at 27 January 1996 and have been properly prepared in accordance with the Companies Act 1985.



Price Waterhouse  
Chartered Accountants  
and Registered Auditors  
4 April 1996

Southwark Towers  
32 London Bridge Street  
London, SE1 9SY

**DTSE LIMITED**  
**BALANCE SHEET**  
**AT 27 JANUARY 1996**

Note

**CURRENT ASSETS**

Debtors:

Amounts owed by parent undertaking

27/1/96  
£

28/1/95  
£

271,485	271,485
<u>271,485</u>	<u>271,485</u>

**CAPITAL AND RESERVES**

3 Called up share capital

Profit and loss account

Shareholders' Funds

15,500

15,500

255,985

255,985

271,485

271,485

Represented by:

Equity Interests

Non-equity Interests

256,485

256,485

15,000

15,000

271,485

271,485

A profit and loss account has not been produced as the company did not trade during the financial year and the preceeding financial year making neither a profit nor a loss.

Approved by the Board on 4 April 1996



D R Webb  
DIRECTOR

**DTSE LIMITED**  
**NOTES TO THE ACCOUNTS**  
**52 WEEKS ENDED 27 JANUARY 1996**

**1. ACCOUNTING POLICIES**

**Basis of Accounts:**

The financial statements have been prepared under the historical cost convention and comply with the disclosure requirements of the Companies Act 1985 and applicable accounting standards.

The ultimate UK holding company, Harrods Investments plc, produces a consolidated cash flow statement in accordance with Financial Reporting Standard 1(FRS 1). Consequently the company has taken advantage of the exemption in FRS 1 from producing a cash flow statement.

**2 INFORMATION REGARDING DIRECTORS AND EMPLOYEES**

No emoluments were paid to the Directors of the Company during the year (1994/95-£nil).

The Company did not employ any persons or incur any staff costs during the year (1994/95 - £nil).

**DTSE LIMITED**  
**NOTES TO THE ACCOUNTS**  
**52 WEEKS ENDED 27 JANUARY 1996**

**3 CALLED UP SHARE CAPITAL**

	27/1/96 £	28/1/95 £
Authorised:		
Equity Interests:		
10,000 ordinary shares of 5p	500	500
Non-equity Interests:		
5,000 10% preference shares of £1	5,000	5,000
10,000 6% non-cumulative preference shares	<u>10,000</u>	<u>10,000</u>
	<u>15,500</u>	<u>15,500</u>
Issued and fully paid:		
Equity Interests:		
10,000 ordinary shares of 5p	500	500
Non-equity Interests:		
5,000 10% preference shares of £1	5,000	5,000
10,000 6% non-cumulative preference shares	<u>10,000</u>	<u>10,000</u>
	<u>15,500</u>	<u>15,500</u>

The 10% preference shares of £1 and the 6% non-cumulative preference shares are non-redeemable and non-voting and represent a non-equity interest in the Company's balance sheet. In the event of a winding up, the holder of the preference shares ranks in priority to the holder of the ordinary shares. The holders of the 10% preference shares have agreed to waive their rights to all further dividends arising from their non-equity interests.



**DTSE LIMITED**  
**NOTES TO THE ACCOUNTS**  
**52 WEEKS ENDED 27 JANUARY 1996**

**4 PARENT UNDERTAKINGS**

The Company's immediate parent undertaking is Harrods Holdings plc, a company registered in England and Wales. The immediate parent undertaking of Harrods Holdings plc is Harrods Investments plc, a company registered in England and Wales, which is the parent undertaking of the Harrods Investments Group and which is both the smallest and the largest Group which consolidates the results of the Company. The Group accounts will be filed with the Registrar of Companies in due course.

The ultimate parent undertaking is Alfayed Investment and Trust PVT LP, a partnership based in Bermuda (previously know as Alfayed Investment and Trust PVT Limited, a company incorporated in Bermuda). All interests in the Partnership continue to be under the control and held for the benefit of the Fayed family.