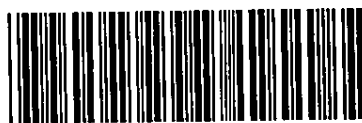


Company Registration No 895642 (England and Wales)

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED
ANNUAL REPORT
FOR THE PERIOD ENDED 30 APRIL 2012

THURSDAY



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COMPANIES HOUSE

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

COMPANY INFORMATION

Directors	R Caring J W S Lawrence S Mcha
Secretary	R McCarthy
Company number	895642
Registered office	26-28 Conway Street London W1T 6BQ
Auditors	H W Fisher & Company Acre House 11-15 William Road London NW1 3ER United Kingdom
Business address	26-28 Conway Street London W1T 6BQ
Bankers	HSBC Bank plc City Corporate Banking Centre 60 Queen Victoria Street London EC4N 4TR

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

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INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

DIRECTORS' REPORT

FOR THE PERIOD ENDED 30 APRIL 2012

The directors present their report and group financial statements for the period ended 30 April 2012

Principal activities and review of the business

The principal activity of the business continues to be that of design and distribution of clothing and accessories

In the challenging environment, the UK clothing market continues to be subjected to the multiple pressures of stagnant growth, reduced customer spending and continued upward pressures on raw material and labour costs. Whilst the group has reported an improvement to gross profit margin of 1.6% over the prior year, the difficult trading conditions has resulted in a fall in the underlying profit before tax to £25,239 (2011 - £111,485)

The group's turnover continues to be a combination of both invoiced sales and commissions. The mix may change from year to year and is dependent upon the requirements or preferences of the group's customers. This therefore impacts upon the reported turnover and gross profit levels.

Bearing in mind the statement above, the group's gross margin improved to 12.2% (2011 - 10.6%). Given the very challenging trading environment the directors believe the results to be satisfactory. The directors continue to investigate and implement cost saving initiatives and these have resulted in a further favourable reduction in administrative expenses. The directors believe that the long-term financial success of the group will continue to be based upon its design innovation and continued close working relationship with both customers and suppliers.

The group made a pre-tax profit of £25,239 (2011 - £111,485) for the period on a turnover of £33,831,827 (2011 - £43,581,986)

At 30 April 2012 the group had net assets of £9,990,496 (2011 - £10,019,343)

The principal risks and uncertainties facing the group arise from the high level of retailer competition, the contraction of consumer spending, the significant price inflation on product sourced from the Far East and from volatility in exchange rates.

The directors recognise they have little influence over these economic risks, however, the directors have taken actions to minimise the effect of these factors wherever possible and in particular on the potential failure of customers and currency risk.

The directors took the decision to purchase credit insurance on selected customers to mitigate the potential risk of non-payment. So far, there have been no cases where the group has had to make a claim.

As the group purchases all goods for resale in foreign currency, the directors accept the group has a significant financial exposure to movements in exchange rates. If the group did nothing, the purchase price for the group's product would be subject to exchange rate fluctuations and therefore not ascertained until paid. In the opinion of the directors, this would be an unacceptable risk and therefore, it is the group's policy to mitigate this using currency hedging techniques. The directors continue to review their exchange risk strategy to ensure it continues to manage this currency risk effectively and efficiently.

In the opinion of the directors, there are no Key Performance Indicators whose additional disclosure is necessary for an understanding of the development, performance or position of the business.

During the year, Jonathan Tipper resigned as a director of the group and was replaced by Sundeep Mehta on 25 October 2011.

Dividends

The directors do not recommend any final dividend in respect of any class of shares as at 30 April 2012.

Directors

The directors who served during the period were

R Caring

J W S Lawrence

S Mehta

J Tipper

(Appointed 25 October 2011)

(Resigned 25 October 2011)

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2012

Charitable donations

During the period the group made charitable donations of £6,000 (2011 - £1,784), company £4,000 (2011 - £nil)

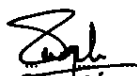
Disclosure of information to auditors

Each of the directors has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditors are unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Auditors

H W Fisher & Company are deemed to be re-appointed in accordance with an elective resolution made under section 386 of the Companies Act 1985 which continues in force under the Companies Act 2006.

On behalf of the board



S Mchta

Director

Dated 09/05/12

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the group and of the profit or loss of the group for that period.

In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

We have audited the group and parent company financial statements (the "financial statements") of International Clothing Designs (Holdings) Limited for the period ended 30 April 2012 set out on pages 5 to 22. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement on page 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and parent company's affairs as at 30 April 2012 and of the group's loss for the period then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial period for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.

David Selwyn (Senior Statutory Auditor)

for and on behalf of H W Fisher & Company
Chartered Accountants

Statutory Auditor

Acre House
11-15 Wilham Road
London
United Kingdom
NW1 3ER

Dated

10 December 2012

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE PERIOD ENDED 30 APRIL 2012

	Notes	Period ended 30 April 2012 £	Period ended 3 May 2011 £
Turnover	2	33,831,827	43,581,986
Cost of sales		(29,680,019)	(38,967,450)
Gross profit		4,151,808	4,614,536
Administrative expenses		(4,336,271)	(4,662,001)
Other operating income		215,969	220,115
Operating profit	3	31,506	172,650
Other interest receivable and similar income		246,602	224,004
Interest payable and similar charges	6	(252,869)	(285,169)
Profit on ordinary activities before taxation		25,239	111,485
Tax on profit on ordinary activities	7	(54,086)	(73,257)
(Loss)/profit on ordinary activities after taxation		(28,847)	38,228

The profit and loss account has been prepared on the basis that all operations are continuing operations

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

STATEMENT OF RECOGNISED GAINS AND LOSSES

FOR THE PERIOD ENDED 30 APRIL 2012

	Period ended 30 April 2012 £	Period ended 3 May 2011 £
(Loss)/profit for the financial period	(28,847)	38,228
Unrealised surplus on revaluation of properties	-	925,998
Total recognised gains and losses relating to the period	(28,847)	964,226

Note of historical cost profits and losses

	Period ended 30 April 2012 £	Period ended 3 May 2011 £
Reported profit on ordinary activities before taxation	25,239	111,485
Difference between an historical cost depreciation charge and the actual depreciation charge of the year calculated on the revalued amount	69,356	65,004
Historical cost profit on ordinary activities before taxation	94,595	176,489
Historical cost profit for the period retained after taxation, extraordinary items and dividends	40,509	103,232

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED**BALANCE SHEETS****AS AT 30 APRIL 2012**

	Notes	Group 2012 £	2011 £	Company 2012 £	2011 £
Fixed assets					
Intangible assets	10	7,205,880	7,391,508	7,201,593	7,385,640
Investments	11	-	-	2,005,000	2,005,000
		<u>7,205,880</u>	<u>7,391,508</u>	<u>9,206,593</u>	<u>9,390,640</u>
Current assets					
Stocks	12	1,784,614	1,969,473	134,193	403,434
Debtors	13	8,515,500	9,470,993	6,260,901	6,674,369
Cash at bank and in hand		1,746,121	2,767,495	-	-
		<u>12,046,235</u>	<u>14,207,961</u>	<u>6,395,094</u>	<u>7,077,803</u>
Creditors amounts falling due within one year	14	<u>(7,020,345)</u>	<u>(8,884,656)</u>	<u>(4,041,953)</u>	<u>(4,287,091)</u>
Net current assets		<u>5,025,890</u>	<u>5,323,305</u>	<u>2,353,141</u>	<u>2,790,712</u>
Total assets less current liabilities		<u>12,231,770</u>	<u>12,714,813</u>	<u>11,559,734</u>	<u>12,181,352</u>
Creditors amounts falling due after more than one year	15	<u>(2,241,274)</u>	<u>(2,659,750)</u>	<u>(2,241,274)</u>	<u>(2,659,750)</u>
Provisions for liabilities	16	<u>-</u>	<u>(35,720)</u>	<u>-</u>	<u>(35,720)</u>
		<u>9,990,496</u>	<u>10,019,343</u>	<u>9,318,460</u>	<u>9,485,882</u>
Capital and reserves					
Called up share capital	17	4,464,998	4,464,998	4,464,998	4,464,998
Revaluation reserve	18	4,195,157	4,264,513	4,195,157	4,264,513
Other reserves	18	467,775	467,775	467,775	467,775
Profit and loss account	18	862,566	822,057	190,530	288,596
Shareholders' funds	19	<u>9,990,496</u>	<u>10,019,343</u>	<u>9,318,460</u>	<u>9,485,882</u>

Approved by the Board and authorised for issue on 09/05/12



S Mehta

Director

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

CASH FLOW STATEMENT

FOR THE PERIOD ENDED 30 APRIL 2012

	Notes	£	Period ended 30 April 2012 £	Period ended 3 May 2011 £
Net cash inflow/(outflow) from operating activities	20		1,710,820	(1,448,017)
Returns on investments and servicing of finance				
Interest received and other income		246,602	224,004	
Interest paid		(252,869)	(285,169)	
Net cash outflow for returns on investments and servicing of finance			(6,267)	(61,165)
Taxation			(51,000)	(34,141)
Capital expenditure				
Payments to acquire tangible fixed assets		(16,562)	(18,534)	
Net cash outflow for capital expenditure			(16,562)	(18,534)
Net cash inflow/(outflow) before financing			1,636,991	(1,561,857)
Financing				
Repayment of long term bank loan		(439,483)	(728,065)	
Net cash outflow from financing			(439,483)	(728,065)
Increase/(decrease) in cash in the period	22, 21		1,197,508	(2,289,922)

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 APRIL 2012

1 Accounting policies

1.1 Basis of preparation

The financial statements have been prepared under the historical cost convention as modified to include the revaluation of land and buildings and in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

The financial statements relate to the twelve month period from 4 May 2011 to 30 April 2012. The comparatives relate to the period from 5 May 2010 to 3 May 2011.

1.2 Basis of consolidation

The consolidated profit and loss account and balance sheet include the accounts of the company and its subsidiary undertakings made up to 30 April 2012. Intra-group sales and profits are eliminated fully on consolidation.

1.3 Turnover

Turnover represents the invoiced value of goods sold and services provided net of VAT and discounts given.

1.4 Goodwill

Goodwill arising on acquisitions has been amortised on a straight line basis over its expected useful economic life of 10 years.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Freehold land is not depreciated	
Freehold buildings	2% Straight line
Fixtures, fittings & equipment	20% - 33% Straight line
Motor vehicles	25% Straight line

1.6 Investments

Fixed asset investments are stated at cost less any provision for impairment in value.

1.7 Stock

Stock is stated at the lower of cost and net realisable value. Cost includes an appropriate proportion of duty, freight and storage.

Net realisable value is based on estimated selling price less further costs expected to be incurred to completion and disposal.

1.8 Deferred taxation

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the accounts. Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no commitment to sell the assets. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

1.9 Foreign currency translation

Transactions denominated in foreign currencies are recorded at the rate of exchange ruling at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date, except where these have been hedged, in which case, the hedged rate will be used. All differences are taken to profit and loss account.

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2012

2 Turnover

The total turnover of the group for the period has been derived from its principal activity wholly undertaken in the United Kingdom

3 Operating profit	2012 £	2011 £
Operating profit is stated after charging		
Depreciation of owned tangible assets	202,190	211,866
Operating lease rentals		
- Plant and machinery	4,974	1,982
Fees payable to the group's auditor for the audit of the group's annual accounts (company £15,000, 2011 £15,750)	47,500	52,500

4 Directors' emoluments	2012 £	2011 £
Emoluments for qualifying services	353,127	331,652
Emoluments disclosed above include the following amounts paid to the highest paid director:		
Emoluments for qualifying services	240,715	199,734

5 Employees

Number of employees

The average monthly number of employees (including directors) during the period was

	2012 Number	2011 Number
Selling and distribution	6	8
Administration	52	56
	58	64

Employment costs	2012 £	2011 £
Wages and salaries	2,581,688	2,768,908
Social security costs	276,731	263,127
	2,858,419	3,032,035

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2012

6	Interest payable	2012	2011
		£	£
	On bank loans and overdrafts	252,869	285,169
7	Taxation	2012	2011
		£	£
	Domestic current year tax		
	U K corporation tax	41,680	69,876
	Adjustment for prior years	-	(5,576)
	Current tax charge	41,680	64,300
	Deferred tax		
	Origination and reversal of timing differences	7,981	4,230
	Effect of decreased tax rate on opening asset	4,425	4,727
		54,086	73,257
	Factors affecting the tax charge for the period		
	Profit on ordinary activities before taxation	25,239	111,485
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 25.83% (2011 - 27.82%)	6,519	31,015
	Effects of		
	Non deductible expenses	3,940	7,717
	Capital allowances for period in deficit/(excess) of depreciation	31,347	31,144
	Adjustments to previous periods	-	(5,576)
	Other tax adjustments	(126)	-
		35,161	33,285
	Current tax charge	41,680	64,300

The group has carried forward capital losses at 30 April 2012 of approximately £1,300,000 (2011 - £1,300,000). No deferred tax asset has been recognised in respect of these losses due to insufficient certainty over the extent and timing of its recoverability. Such an asset would be recoverable should future chargeable gains arise against which the losses can be offset. The value of the asset should all losses be fully recoverable, at a deferred tax rate of 24% (2011 - 26%), would be approximately £310,000 (2011 - £340,000).

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2012

8 (Loss)/profit for the financial period

As permitted by section 408 Companies Act 2006, the holding company's profit and loss account has not been included in these financial statements. The (loss)/profit for the financial period is made up as follows:

	2012	2011
	£	£
Holding company's (loss)/profit for the financial period	(167,422)	3,639

9 Intangible fixed assets

Group

	Goodwill
	£
Cost	
At 4 May 2011 & at 30 April 2012	2,234,181
Amortisation	
At 4 May 2011 & at 30 April 2012	2,234,181
Net book value	
At 30 April 2012	-
At 3 May 2011	-

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2012

10 Tangible fixed assets

Group

	Land and buildings	Fixtures, Motor vehicles fittings & equipment	Total
	£	£	£
Cost or valuation			
At 4 May 2011	7,300,000	739,880	8,059,176
Additions	-	16,562	16,562
Disposals	-	(239,487)	(248,927)
At 30 April 2012	7,300,000	516,955	7,826,811
Depreciation			
At 4 May 2011	46,053	605,954	667,668
On disposals	-	(239,487)	(248,927)
Charge for the period	138,160	61,216	202,190
At 30 April 2012	184,213	427,683	620,931
Net book value			
At 30 April 2012	7,115,787	89,272	7,205,880
At 3 May 2011	7,253,947	133,926	7,391,508

The freehold land and buildings were valued at £7,300,000 on an open market basis in January 2011 by Messrs Edward Symmons, an independent firm of chartered surveyors. The valuation was undertaken in accordance with the Royal Institution of Chartered Surveyors Valuation Standards. Based on this valuation, the directors consider the current net book value of the property continues to provide a reasonable approximation of its open market value as at 30 April 2012.

Comparable historical cost for the land and buildings included at valuation

	£
Cost	
At 4 May 2011 & at 30 April 2012	3,820,589
Depreciation based on cost	
At 4 May 2011	890,590
Charge for the period	68,804
At 30 April 2012	959,394
Net book value	
At 30 April 2012	2,861,195
At 3 May 2011	2,929,999

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2012

Tangible fixed assets (continued)

Company

	Land and buildings	Fixtures, Motor vehicles fittings & equipment	Total
	£	£	£
Cost or valuation			
At 4 May 2011	7,300,000	707,121	8,026,417
Additions	-	14,202	14,202
Disposals	-	(215,811)	(225,251)
At 30 April 2012	7,300,000	505,512	7,815,368
Depreciation			
At 4 May 2011	46,053	579,063	640,777
On disposals	-	(215,811)	(225,251)
Charge for the period	138,160	57,275	198,249
At 30 April 2012	184,213	420,527	613,775
Net book value			
At 30 April 2012	7,115,787	84,985	7,201,593
At 3 May 2011	7,253,947	128,058	7,385,640

The freehold land and buildings were valued at £7,300,000 on an open market basis in January 2011 by Messrs Edward Symmons, an independent firm of chartered surveyors. The valuation was undertaken in accordance with the Royal Institution of Chartered Surveyors Valuation Standards. Based on this valuation, the directors consider the current net book value of the property continues to provide a reasonable approximation of its open market value as at 30 April 2012.

Comparable historical cost for the land and buildings included at valuation

	£
Cost	
At 4 May 2011 & at 30 April 2012	3,820,589
Depreciation based on cost	
At 4 May 2011	890,590
Charge for the period	68,804
At 30 April 2012	959,394
Net book value	
At 30 April 2012	2,861,195
At 3 May 2011	2,929,999

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2012

11 Fixed asset investments

Company	Shares in subsidiary undertakings
	£
Cost or valuation	
At 4 May 2011 & at 30 April 2012	2,005,000
Net book value	
At 30 April 2012	2,005,000
At 3 May 2011	2,005,000

In the opinion of the directors, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies

Company	Country of registration or incorporation	Shares held	
		Class	%
Subsidiary undertakings			
Clashforce Limited	England	Ordinary	100
The Tapestry Design Company Limited	England	Ordinary	100
The Nashville Corporation Limited	England	Ordinary	100
Standrate Limited	England	Ordinary	100

The principal activity of these undertakings for the last relevant financial period was as follows

	Principal activity
Clashforce Limited	Clothing (ceased)
The Tapestry Design Company Limited	Clothing
The Nashville Corporation Limited	Dormant
Standrate Limited	Holding company

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2012

12 Stocks

	Group 2012	2011	Company 2012	2011
	£	£	£	£
Raw materials and consumables	77,783	-	-	-
Finished goods and goods for resale	1,706,831	1,969,473	134,193	403,434
	<u>1,784,614</u>	<u>1,969,473</u>	<u>134,193</u>	<u>403,434</u>

13 Debtors

	Group 2012	2011	Company 2012	2011
	£	£	£	£
Debts factored without recourse				
Gross debts	94,963	-	-	-
Less non-returnable proceeds	(59,996)	-	-	-
	<u>34,967</u>	<u>-</u>	<u>-</u>	<u>-</u>
Debts factored with recourse	853,966	-	-	-
Trade debtors	308,469	2,109,685	267,813	183,844
Amounts owed by group undertakings	-	-	57,963	290,690
Amounts owed by companies under common control	6,659,236	6,106,031	5,335,806	5,484,311
Corporation tax	184,085	174,765	180,765	174,765
Other debtors	169,978	374,321	127,773	246,469
Prepayments and accrued income	259,662	648,648	251,802	244,915
Deferred tax asset (see note 16)	45,137	57,543	38,979	49,375
	<u>8,515,500</u>	<u>9,470,993</u>	<u>6,260,901</u>	<u>6,674,369</u>

Factored debts have been provided as security against advances drawn down in respect of them. In the case of debts factored without recourse the debt net of advances is presented above. In the case of debts factored with recourse, the corresponding liability at the balance sheet date is presented as 'Other loans' in Note 14.

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2012

14 Creditors amounts falling due within one year

	Group 2012	2011	Company 2012	2011
	£	£	£	£
Bank loans	415,548	436,555	415,548	436,555
Bank overdrafts and short term loans	3,621,747	5,840,629	2,709,584	2,791,727
Trade creditors	1,158,503	1,503,112	315,882	255,786
Amounts owed to group undertakings	-	-	8,162	5,000
Amounts owed to companies under common control	727,635	535,172	322,797	535,172
Other taxes and social security costs	181,492	199,595	70,428	54,947
Other loans	472,085	-	-	-
Other creditors	168,052	106,303	18,852	16,577
Accruals and deferred income	275,283	263,290	180,700	191,327
	<u>7,020,345</u>	<u>8,884,656</u>	<u>4,041,953</u>	<u>4,287,091</u>

Bank loans and overdrafts are secured by a fixed and floating charge over the Group's present and future assets together with intercompany guarantees. The bank has first legal charge over the freehold property of the group and company.

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2012

15 Creditors amounts falling due after more than one year

	Group 2012	2011	Company 2012	2011
	£	£	£	£
Bank loans	2,241,274	2,659,750	2,241,274	2,659,750
Analysis of loans				
Not wholly repayable within five years by instalments				
Bank loan repayable by July 2018	2,656,822	3,096,305	2,656,822	3,096,305
Included in current liabilities	(415,548)	(436,555)	(415,548)	(436,555)
	2,241,274	2,659,750	2,241,274	2,659,750
Loan maturity analysis				
Within one year	415,548	436,555	415,548	436,555
In more than one year but not more than two years	421,781	416,104	421,781	416,104
In more than two years but not more than five years	1,303,684	1,286,137	1,303,684	1,286,137
In more than five years	515,809	957,509	515,809	957,509
	2,656,822	3,096,305	2,656,822	3,096,305

The bank loan is repayable by July 2018 and bears interest at 1% above the HSBC base rate

The bank loans are secured by a first fixed charge over present and future fixed assets and a floating charge over all other assets
The bank also holds first legal charge over the freehold property owned by the group and company

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2012

16 Provisions for liabilities

Group

Onerous lease

£

Balance at 4 May 2011	35,720
Profit and loss account	(35,720)
	<hr/>
Balance at 30 April 2012	-
	<hr/> <hr/>

Company

Balance at 4 May 2011	35,720
Profit and loss account	(35,720)
	<hr/>
Balance at 30 April 2012	-
	<hr/> <hr/>

The deferred tax asset (included in debtors, note 13) is made up as follows

	Group 2012 £	Company 2012 £
Balance at 4 May 2011	(57,543)	(49,375)
Profit and loss account	12,406	10,396
	<hr/>	<hr/>
Balance at 30 April 2012	(45,137)	(38,979)
	<hr/> <hr/>	<hr/> <hr/>

Deferred tax is provided at 24% (2011 - 26%) analysed over the following timing differences

	Group 2012 £	2011 £	Company 2012 £	2011 £
Decelerated capital allowances	(45,137)	(57,543)	(38,979)	(49,375)
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2012

17	Share capital	2012	2011
		£	£
	Allotted, called up and fully paid		
	9,998 Ordinary shares of £1 each	9,998	9,998
	4,455,000 Preference shares of £1 each	4,455,000	4,455,000
		<u>4,464,998</u>	<u>4,464,998</u>

18 Statement of movements on reserves Group

	Revaluation reserve	Other reserves	Profit and loss account
	£	£	£
Balance at 4 May 2011	4,264,513	467,775	822,057
Loss for the period	-	-	(28,847)
Depreciation written back	(69,356)	-	69,356
Balance at 30 April 2012	<u>4,195,157</u>	<u>467,775</u>	<u>862,566</u>

Company

	Revaluation reserve	Other reserves	Profit and loss account
	£	£	£
Balance at 4 May 2011	4,264,513	467,775	288,596
Loss for the period	-	-	(167,422)
Depreciation written back	(69,356)	-	69,356
Balance at 30 April 2012	<u>4,195,157</u>	<u>467,775</u>	<u>190,530</u>

19 Reconciliation of movements in shareholders' funds Group

	2012	2011
	£	£
(Loss)/Profit for the financial period	(28,847)	38,228
Other recognised gains and losses	-	925,998
Net (depletion in)/addition to shareholders' funds	<u>(28,847)</u>	<u>964,226</u>
Opening shareholders' funds	10,019,343	9,055,117
Closing shareholders' funds	<u>9,990,496</u>	<u>10,019,343</u>

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2012

20	Reconciliation of operating profit to net cash inflow/(outflow) from operating activities	2012	2011		
		£	£		
	Operating profit	31,506	172,650		
	Depreciation of tangible fixed assets	202,190	211,866		
	Decrease/(increase) in stocks	184,859	(553,969)		
	Decrease in debtors	952,407	407,507		
	Increase/(decrease) in creditors	375,578	(1,686,071)		
	Decrease in operating provisions	(35,720)	-		
	Net cash inflow/(outflow) from operating activities	1,710,820	(1,448,017)		
21	Reconciliation of net cash flow to movement in net debt	2012	2011		
		£	£		
	Increase/(decrease) in cash in the period	1,197,508	(2,289,922)		
	Repayment of long term bank loan	439,483	728,065		
	Movement in net debt in the period	1,636,991	(1,561,857)		
	Opening net debt	(6,169,439)	(4,607,582)		
	Closing net debt	(4,532,448)	(6,169,439)		
22	Analysis of net debt	4 May 2011	Cash flow	Other non-cash changes	30 April 2012
		£	£	£	£
	Net cash				
	Cash at bank and in hand	2,767,495	(1,021,374)	-	1,746,121
	Bank overdrafts and short term loans	(5,840,629)	2,218,882	-	(3,621,747)
			1,197,508		
	Debt				
	Debts falling due within one year	(436,555)	439,483	(418,476)	(415,548)
	Debts falling due after one year	(2,659,750)	-	418,476	(2,241,274)
			439,483		
	Net debt	(6,169,439)	1,636,991	-	(4,532,448)

INTERNATIONAL CLOTHING DESIGNS (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2012

23 Contingent liabilities

The group companies are party to a group and related party cross guarantee arrangement whereby the bank borrowings of all relevant companies are secured by a charge over the group's present and future assets

At 30 April 2012, the group's maximum potential liability under this arrangement was £4,776,453 (2011 £5,649,603)

At 30 April 2012, the company's maximum potential liability under this arrangement was £4,776,453 (2011 £5,934,992)

24 Related party transactions

Included within other creditors is an amount of £18,852 (2011 £15,542) owed to Richard Caring

The group bank facilities are subject to a personal guarantee from Richard Caring

During the period, purchases of £280,251 (2011 £165,195) were made from and miscellaneous charges totalling £61,015 (2011 £53,481) were made to Associated Clothing Company (Hong Kong) Limited, who at the period-end were owed £39,206 (2011 £3,937) by the group

During the period, interest of £176,957 (2011 £155,132) and miscellaneous charges of £17,700 (2011 £30,975) were charged to, interest of £102,947 (2011 £5,964) charged by and purchases of £1,920,377 (2011 £8,240) were made from International Garment Sourcing (Holdings) Limited, who owed the group £2,868,273 (2011 £5,461,717) at the period-end

During the period, purchases of £3,239,254 (2011 £5,436,732) were made from and commission and miscellaneous charges of £1,060,464 (2011 £1,170,590) were made to C&S Productions Limited. At the period end £283,591 (2011 £531,236) was owed to this company

During the period, purchases of £5,835,848 (2011 £7,394,580) were made from Tapestry Taiwan Limited. In addition, interest of £69,645 (2011 £68,775) was charged to, and interest and other charges of £306,807 (2011 £326,638) were charged by Tapestry Taiwan Limited. At the period end, £1,323,429 (2011 £621,720) was owed from this company

At the period-end, the group was owed £2,062,495 (2011 £22,394) from Jearland Limited

All of the above mentioned companies are entities under common control

25 Controlling parties

The directors consider Richard Caring to be the Company's ultimate controlling party