

NEW STAR FASHIONS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 1999

Registered number: 1384076

LEON & HERMAN & CO
Chartered Accountants

**Wilbraham House,
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NEW STAR FASHIONS LIMITED
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FOR THE YEAR ENDED 31ST MARCH 1999

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**AUDITORS' REPORT TO
NEW STAR FASHIONS LIMITED**

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5 together with the financial statements of New Star Fashions Limited prepared under Section 226 of the Companies Act 1985 for the year ended 31st March 1999.

Respective responsibilities of directors and auditors

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

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 deliver abbreviated accounts 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 31st March 1999 and the abbreviated accounts on pages 2 to 5 have been properly prepared in accordance with that Section.

Other information

On we reported as auditors of New Star Fashions Limited to the members on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31st March 1999 and our audit report was as follows:-

"We have audited the financial statements on pages 5 to 11 which have been prepared in accordance under the historical cost convention and the accounting policies set out on page 7.

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 error. However, the evidence available to us was limited because we have been unable to obtain all the information required to satisfy ourselves that the value of the company's interest in the long leasehold land and buildings included in the accounts at £182,960 is fairly stated.

In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

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AUDITORS' REPORT TO NEW STAR FASHIONS LIMITED (continued)

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

Qualified opinion arising from limitation in audit scope

Except for any adjustments that might have been found to be necessary had we been able to obtain sufficient evidence concerning the leasehold land and buildings, in our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st March 1999 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

In respect alone of the limitation on our work relating to leasehold land and buildings:-

We have not obtained all the information and explanations that we considered necessary for the purpose of our audit; and

We were unable to determine whether proper accounting records had been maintained."

Wilbraham House
28/30 Wilbraham Road
Fallowfield,
Manchester M14 7DW

Dated..25.1.00



LEON & HERMAN & CO.
Chartered Accountants
and Registered Auditors

NEW STAR FASHIONS LIMITED
ABBREVIATED BALANCE SHEET
AT 31ST MARCH 1999

	Note	1999 £	1998 £
Fixed assets			
Tangible assets	2	194,467	199,750
Current assets			
Stocks		140,691	336,954
Debtors		248,260	220,048
Cash at bank and in hand		544,876	93,583
		<u>933,827</u>	<u>650,585</u>
Creditors: amounts falling due within one year	3	(386,297)	(604,877)
Net current assets		<u>547,530</u>	<u>45,708</u>
Total assets less current liabilities		<u>741,997</u>	<u>245,458</u>
Provision for liabilities and charges		(1,386)	(1,665)
		<u>740,611</u>	<u>243,793</u>
Capital and reserves			
Called up share capital	4	39,015	39,015
Profit and loss account		701,596	204,778
Total shareholders' funds		<u>740,611</u>	<u>243,793</u>

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

The abbreviated financial statements on pages 2 to 4 were approved by the board of directors on 21st January 2000 and signed on its behalf by:

S B Haq
 Director



NEW STAR FASHIONS LIMITED
NOTES ON ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 1999

1 Accounting policies**Basis of accounting**

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement as conferred by Financial Reporting Standard No. 1 (Revised 1996) on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Leasehold land and buildings	75 years straight line
Plant and machinery	15% reducing balance
Motor vehicles	25% reducing balance
Fixtures and fittings	20% reducing balance
Goodwill	Fully amortised

Foreign currencies

Transactions expressed in foreign currencies are translated into sterling and recorded at rates of exchange approximating to those ruling at the date of the transaction. Monetary assets and liabilities are translated at rates ruling at the balance sheet date.

2 Fixed assets

	Total
Cost	£
1st April 1998 and 31st March 1999	327,373
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Depreciation	
1st April 1998	127,623
Charge for the year	5,283
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31st March 1999	132,906
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Net book amount	
31st March 1999	194,467
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1st April 1998	199,750
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NEW STAR FASHIONS LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 1999

3 Called up share capital

	1999		1998	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary Shares	39,015	39,015	39,015	39,015
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Allotted called up and fully paid				
Ordinary Shares	39,015	39,015	39,015	39,015
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

4 Secured creditors

There were secured creditors of £24,277 (1998 - £86,141).