

BABYBASE LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST MARCH 1998

**Registered Number
01475315**

ORMEROD RUTTER

CHARTERED ACCOUNTANTS



BABYBASE LIMITED
COMPANY INFORMATION

Company Number: 01475315

Directors: Mr A Wellings
Mrs R Wellings
Mrs K Shrubb
Mrs S Marshall

Secretary: Mrs K Shrubb

Registered Office: Knightwick Road
Martley
Worcestershire
WR6 6PQ

Accountants: Ormerod Rutter
Chartered Accountants
The Oakley
Kidderminster Road
Droitwich
Worcestershire

Bankers: Midlands Bank Plc
9 Broad Street
Worcester
WR1 2EJ

BABYBASE LIMITED
REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 1998

CONTENTS

	Page
Directors' Report	1
Accountants' Report	2
Profit and Loss Account	3
Balance Sheet	4
Notes	5 - 9

BABYBASE LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 31ST MARCH 1998

The directors present their report and the financial statements for the year ended 31st March 1998.

Principal activities

The principal activity of the company continues to be that of the supply and retail of babies clothing and equipment and general nursery products.

Directors' interests

The directors of the company during the year and their interests in the ordinary share capital of the company as recorded in the register of directors' interests were as follows:

	1998 £	1997 £
Mr A Wellings	-	1,200
Mrs R Wellings	-	-
Mrs K Shrubb	2,000	800
Mrs S Marshall	-	-

This report was approved by the board on 21st October 1998 and has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board



Mrs K Shrubb
(Company Secretary)

ACCOUNTANTS' REPORT
TO THE DIRECTORS OF BABYBASE LIMITED

In accordance with instructions given to us we have drawn up financial statements for the company for the year ending 31st March 1998 according to the accounting provisions of the Companies Act 1985. You have confirmed that the company is totally exempt from the audit requirement, and we have not carried out an audit. The financial statements on pages 3 to 9 are therefore based on the information shown in the accounting records and on the information and explanations you have supplied to us.

Ormerod Rutter
Chartered Accountants

Ormerod Rutter
Chartered Accountants
The Oakley
Kidderminster Road
Droitwich
Worcestershire

Dated : 21st October 1998

BABYBASE LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 1998

	Note	1998 £	1997 £
Turnover	2	293,489	224,212
Cost of sales		194,926	149,984
Gross profit		<u>98,563</u>	<u>74,228</u>
Administrative expenses		89,970	70,343
		<u>8,593</u>	<u>3,885</u>
Other operating income		145	-
Operating profit	3	<u>8,738</u>	<u>3,885</u>
Interest payable	4	(26)	-
Profit on ordinary activities before taxation		<u>8,712</u>	<u>3,885</u>
Tax on profit on ordinary activities	5	-	(22)
Retained profit for the year		<u>£ 8,712</u>	<u>£ 3,863</u>

The company has made no acquisitions nor discontinued any operations within the meaning of Financial Reporting Standard No. 3 during 1998 or 1997 therefore turnover and operating profit derive entirely from continuing operations.

The company has no recognised gains or losses other than the profit for the financial year.

The annexed notes form part of these financial statements.

BABYBASE LIMITED

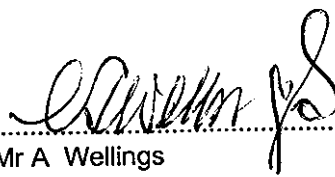
BALANCE SHEET

AS AT 31ST MARCH 1998

	Note	1998		1997	
		£	£	£	£
FIXED ASSETS					
Tangible fixed assets	6		2,716		2,322
CURRENT ASSETS					
Stocks	7	55,509		51,353	
Debtors	8	11,271		12,330	
Cash at bank and in hand		4,886		7,504	
		<u>71,666</u>		<u>71,187</u>	
CREDITORS					
Amounts falling due within one year	9	117,397		125,236	
NET CURRENT LIABILITIES			<u>(45,731)</u>		<u>(54,049)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(43,015)</u>		<u>(51,727)</u>
NET LIABILITIES			<u>£(43,015)</u>		<u>£(51,727)</u>
CAPITAL AND RESERVES					
Called up share capital	10		2,000		2,000
Profit and loss account	11		(45,015)		(53,727)
Shareholders' funds	12		<u>£(43,015)</u>		<u>£(51,727)</u>

In the opinion of the directors the company is entitled to claim exemptions from audit by virtue of subsection (1) of Section 249A of the Companies Act 1985. No notice has been deposited by shareholders to invalidate this exemption. The directors are responsible for seeing that the company maintains accounting records in compliance with Section 221 of that Act and for preparing financial statements which give a true and fair view of the affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with Section 226, and which comply with the other requirements of the Act.

Approved by the board of directors on 21st October 1998 and signed on its behalf. These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.



 Mr A Wellings
 (Director)

The annexed notes form part of these financial statements.

1. Accounting policies

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it is a small company.

Turnover
Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

Tangible fixed assets are stated at cost less depreciation.

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

Fixtures and Fittings - 10%/25% straight line basis

Stocks
Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

Leasing
Rentals paid under operating leases are charged to the profit and loss account on straight line basis over the term of the lease.

Going concern
These financial statements have been drawn up on the going concern basis. If the going concern basis were not appropriate adjustments would have to be made to reduce the value of assets to their recoverable amount to provide for any further liabilities that might arise and to reclassify fixed assets as current assets and long term liabilities as current liabilities.

Turnover
Turnover is attributable solely to continuing operations and derives from one activity that of the supply and retail of babies clothing and equipment, and general nursery products.

BABYBASE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31ST MARCH 1998

3. Operating profit	1998	1997
	£	£
This is stated after charging:		
Directors' emoluments	8,983	8,986
Depreciation of owned assets	934	1,063
Hire of equipment	465	517
	<hr/>	<hr/>
4. Interest payable	1998	1997
	£	£
Interest payable - bank loans and overdraft and other loans repayable within five years	26	-
	<hr/>	<hr/>
5. Tax on profit on ordinary activities	1998	1997
	£	£
United Kingdom Corporation tax under provided	-	22
	<hr/>	<hr/>

On 1st April 1997 the corporation tax rate changed from 24% to 21%. Any corporation tax charge for the year has been calculated accordingly.

BABYBASE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31ST MARCH 1998

6. Tangible fixed assets

	Fixtures and Fittings £	Total £
Cost:		
At 1st April 1997	49,114	49,114
Additions	1,328	1,328
	<hr/>	<hr/>
At 31st March 1998	50,442	50,442
	<hr/>	<hr/>
Depreciation:		
At 1st April 1997	46,792	46,792
Charge for the year	934	934
	<hr/>	<hr/>
At 31st March 1998	47,726	47,726
	<hr/>	<hr/>
Net book value:		
At 31st March 1998	£ 2,716	£ 2,716
	<hr/>	<hr/>
At 31st March 1997	£ 2,322	£ 2,322
	<hr/>	<hr/>

7. Stocks

	1998 £	1997 £
Goods for resale	55,509	51,353
	<hr/>	<hr/>

8. Debtors

	1998 £	1997 £
Due within one year:		
Trade debtors	10,585	8,634
Other debtors	686	3,696
	<hr/>	<hr/>
	£11,271	£12,330
	<hr/>	<hr/>

BABYBASE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31ST MARCH 1998

9. Creditors - amounts falling due within one year

	1998	1997
	£	£
Trade creditors	22,895	12,231
Taxation and social security	3,739	1,799
Other creditors	90,763	111,206
	<u>£117,397</u>	<u>£125,236</u>

10. Share capital

	1998	1997
	£	£
Authorised		
Ordinary shares of £1 each	2,000	2,000
	<u> </u>	<u> </u>
Allotted, called up and fully paid		
Ordinary shares of £1 each	2,000	2,000
	<u> </u>	<u> </u>

11. Profit and loss account

	1998
	£
Balance at 1st April 1997	(53,727)
Profit retained for the year	8,712
	<u>£(45,015)</u>

12. Reconciliation of movements in shareholders' funds

	1998	1997
	£	£
Profit for the financial year	8,712	3,863
Opening shareholders' funds	(51,727)	(55,590)
	<u>£(43,015)</u>	<u>£(51,727)</u>

BABYBASE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31ST MARCH 1998

13. Transactions with directors and officers

Mr A Wellings had throughout the year an interest in Maylite Limited. The company has traded with the company under normal commercial trading terms. The value of the transactions in the year amounted to £14,376 (1997 : £14,079) sales.

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