

REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2000
FOR
F SINCLAIR LTD



F SINCLAIR LTD

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2000

	Page
Company Information	1
Report of the Directors	2
Report of the Auditors	3
Profit and Loss Account	4
Balance Sheet	5
Notes to the Financial Statements	6
Trading and Profit and Loss Account	9

F SINCLAIR LTD
COMPANY INFORMATION
FOR THE YEAR ENDED 28 FEBRUARY 2000

DIRECTORS: Mr B Coumbe
Mr K Buckley
Mrs J Coumbe
Mrs S Buckley

SECRETARY: K Buckley

REGISTERED OFFICE: 1st Floor
23 Hatton Garden
London
EC1N 8BQ

REGISTERED NUMBER: 1481427 (England and Wales)

AUDITORS: Donal Lucey
Registered Auditor
43 Highfield Road
Dartford
Kent

F SINCLAIR LTD

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 28 FEBRUARY 2000

The directors present their report with the financial statements of the company for the year ended 28 February 2000.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of jewellery polishers and finishers.

DIRECTORS

The directors during the year under review were:

Mr B Coumbe
Mr K Buckley
Mrs J Coumbe
Mrs S Buckley

The beneficial interests of the directors holding office on 28 February 2000 in the issued share capital of the company were as follows:

	28.2.00	1.3.99
Ordinary £1 shares		
Mr B Coumbe	50	50
Mr K Buckley	50	50
Mrs J Coumbe	15	15
Mrs S Buckley	15	15

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

The auditors, Donal Lucey, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

This report 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:



- DIRECTOR

Dated:

F SINCLAIR LTD

REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF
F SINCLAIR LTD

We have audited the financial statements on pages four to eight which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out on page six.

Respective responsibilities of directors and auditors

As described on page two 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.

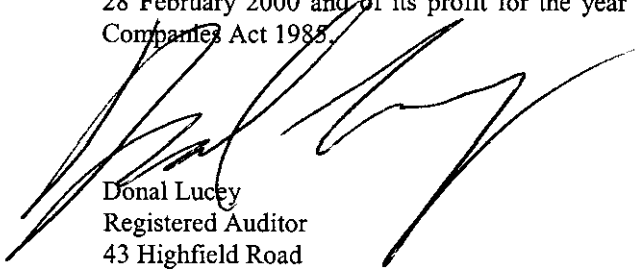
Basis of opinion

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 28 February 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Donal Lucey
Registered Auditor
43 Highfield Road
Dartford
Kent

Dated:

14/11/00

F SINCLAIR LTD

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 28 FEBRUARY 2000

	Notes	2000		1999	
		£	£	£	£
TURNOVER			412,009		461,884
Cost of sales			272,963		350,561
GROSS PROFIT			139,046		111,323
Distribution costs		971		1,143	
Administrative expenses		111,973		86,602	
			112,944		87,745
OPERATING PROFIT	2		26,102		23,578
Interest receivable and similar income			3		-
			26,105		23,578
Interest payable and similar charges			-		762
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			26,105		22,816
Tax on profit on ordinary activities	3		5,419		9,465
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION			20,686		13,351
Dividends	4		30,000		20,000
			(9,314)		(6,649)
Retained profit brought forward			25,530		32,179
RETAINED PROFIT CARRIED FORWARD			£16,216		£25,530

The notes form part of these financial statements

F SINCLAIR LTD

BALANCE SHEET
28 FEBRUARY 2000

		2000		1999	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	5		5,503		6,474
CURRENT ASSETS:					
Stocks		6,115		3,876	
Debtors	6	27,668		27,054	
Cash at bank and in hand		19,439		16,066	
		53,222		46,996	
CREDITORS: Amounts falling due within one year	7	42,409		27,840	
NET CURRENT ASSETS:			10,813		19,156
TOTAL ASSETS LESS CURRENT LIABILITIES:			£16,316		£25,630
CAPITAL AND RESERVES:					
Called up share capital	8		100		100
Profit and loss account			16,216		25,530
SHAREHOLDERS' FUNDS:			£16,316		£25,630

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

ON BEHALF OF THE BOARD:



- DIRECTOR

Approved by the Board on 1/11/00

F SINCLAIR LTD

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2000

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery - 15% on reducing balance

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. OPERATING PROFIT

The operating profit is stated after charging:

	2000	1999
	£	£
Depreciation - owned assets	971	1,143
Auditors' remuneration	3,809	5,666
Pension costs	10,350	12,320
	<u> </u>	<u> </u>
Directors' emoluments and other benefits etc	49,550	12,800
	<u> </u>	<u> </u>

3. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	2000	1999
	£	£
UK corporation tax	5,419	5,034
Over provision of corporation tax	-	(924)
Under provision of corporation tax	-	5,355
	<u> </u>	<u> </u>
	5,419	9,465
	<u> </u>	<u> </u>

UK corporation tax has been charged at 20% (1999 - 21%).

F SINCLAIR LTD

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2000

4. DIVIDENDS

	2000	1999
	£	£
Dividends	30,000	20,000
	<u>30,000</u>	<u>20,000</u>

5. TANGIBLE FIXED ASSETS

	Plant and machinery
	£
COST:	
At 1 March 1999 and 28 February 2000	50,042
DEPRECIATION:	
At 1 March 1999	43,568
Charge for year	971
At 28 February 2000	44,539
NET BOOK VALUE:	
At 28 February 2000	5,503
At 28 February 1999	6,474

**6. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2000	1999
	£	£
Trade debtors	25,901	14,684
Other debtors	1,767	2,182
Directors Current Account	-	7,679
ACT recoverable	-	2,509
	<u>27,668</u>	<u>27,054</u>

**7. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2000	1999
	£	£
Trade creditors	3,670	908
Directors current accounts	8,202	-
Social security & other taxes	24,221	21,743
Taxation	5,608	189
ACT Payable	708	5,000
	<u>42,409</u>	<u>27,840</u>

F SINCLAIR LTD

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2000

8. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	2000 £	1999 £
100	Ordinary	£1	100 <u> </u>	100 <u> </u>

F SINCLAIR LTD

TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 28 FEBRUARY 2000

	2000		1999	
	£	£	£	£
Sales		412,009		461,884
Cost of sales:				
Opening stock	3,876		11,732	
Purchases	22,478		24,653	
Wages and National Insurance	252,724		318,052	
	<u>279,078</u>		<u>354,437</u>	
Closing stock	(6,115)		(3,876)	
		<u>272,963</u>		<u>350,561</u>
GROSS PROFIT		139,046		111,323
Other income:				
Deposit account interest		3		-
		<u>139,049</u>		<u>111,323</u>
Expenditure:				
Directors' remuneration	49,550		12,800	
Depreciation	971		1,143	
Pensions	10,350		12,320	
Telephone	572		909	
Printing, Postage, Stationery &				
Advertising	4,463		5,874	
Motor expenses & Travel	6,060		5,376	
Repairs & renewals	2,420		2,804	
Laundry & Cleaning	646		1,355	
Sundry expenses	4,895		6,137	
Audit & Accountancy	3,809		5,666	
Entertaining	463		-	
Rent & Rates	18,996		18,905	
Use of residence as office	900		900	
Insurance	3,647		8,968	
Light & heat	3,578		3,211	
		<u>111,320</u>		<u>86,368</u>
		27,729		24,955
Finance costs:				
Interest on overdue tax	-		762	
Bank charges	1,624		1,377	
		<u>1,624</u>		<u>2,139</u>
NET PROFIT		<u>£26,105</u>		<u>£22,816</u>

This page does not form part of the statutory financial statements