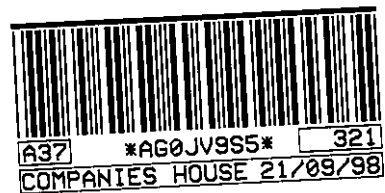


**Report of the Directors and  
Financial Statements for the Year Ended 31 March 1998  
for  
The Cutting Crew Hairdressers Limited**

2252572



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for the Year Ended 31 March 1998**

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**The Cutting Crew Hairdressers Limited**

**Company Information  
for the Year Ended 31 March 1998**

**DIRECTORS:**

A E Backshell  
M Owens  
S W Riddle  
M Tree  
T Watts

**SECRETARY:**

*M Tree*

**REGISTERED OFFICE:**

102 High Street  
Rochester  
Kent

**REGISTERED NUMBER:**

2252572

**AUDITORS:**

The Sinden  
Thackeray Partnership  
23 Star Hill  
Rochester  
Kent ME1 1XF  
Chartered Accountants

**The Cutting Crew Hairdressers Limited**

**Report of the Directors  
for the Year Ended 31 March 1998**

The directors present their report with the financial statements of the company for the year ended 31 March 1998.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of

**DIRECTORS**

The directors during the year under review were:

A E Backshell  
M Owens  
S W Riddle  
M Tree  
T Watts

The directors holding office at 31 March 1998 did not hold any beneficial interest in the issued share capital of the company at 1 April 1997 or 31 March 1998.

**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 judgments 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, The Sinden, 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:



**The Cutting Crew Hairdressers Limited**

**Report of the Auditors to the Shareholders of  
The Cutting Crew Hairdressers Limited**

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, 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 judgments 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 31 March 1998 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

The Sinden  
Thackeray Partnership  
23 Star Hill  
Rochester  
Kent ME1 1XF

Chartered Accountants

*A Sinden Thackeray Partnership*  
Dated: 16/6/98

**The Cutting Crew Hairdressers Limited**

**Profit and Loss Account  
for the Year Ended 31 March 1998**

		31.3.98	31.3.97
	Notes	£	£
<b>TURNOVER</b>	2	33,100	32,920
Cost of sales		2,513	2,800
<b>GROSS PROFIT</b>		30,587	30,120
Administrative expenses		22,687	25,620
<b>OPERATING PROFIT</b>	3	7,900	4,500
Interest receivable and similar income	4	110	87
		8,010	4,587
Interest payable and similar charges		1,046	1,795
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		6,964	2,792
Tax on profit on ordinary activities	5	2,079	1,095
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		4,885	1,697
Retained profit brought forward		5,630	3,933
<b>RETAINED PROFIT CARRIED FORWARD</b>		£10,515	£5,630

The notes form part of these financial statements

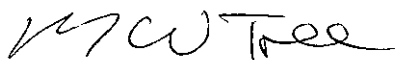
**The Cutting Crew Hairdressers Limited**

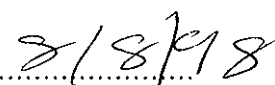
**Balance Sheet  
31 March 1998**

		31.3.98		31.3.97	
	Notes	£	£	£	£
<b>FIXED ASSETS:</b>					
Tangible assets	6		13,096		15,804
<b>CURRENT ASSETS:</b>					
Stocks		60		60	
Debtors	7	-		650	
Cash at bank		5,745		4,534	
		<u>5,805</u>		<u>5,244</u>	
<b>CREDITORS: Amounts falling due within one year</b>	8	<u>8,177</u>		<u>10,058</u>	
<b>NET CURRENT LIABILITIES:</b>			(2,372)		(4,814)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>			10,724		10,990
<b>CREDITORS: Amounts falling due after more than one year</b>	9		-		(5,129)
<b>PROVISIONS FOR LIABILITIES AND CHARGES:</b>	10		(189)		(211)
			<u>£10,535</u>		<u>£5,650</u>
<b>CAPITAL AND RESERVES:</b>					
Called up share capital	11		20		20
Profit and loss account			10,515		5,630
Shareholders' funds			<u>£10,535</u>		<u>£5,650</u>

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.

**ON BEHALF OF THE BOARD:**

  
.....  
- DIRECTOR

Approved by the Board on 

Notes to the Financial Statements  
for the Year Ended 31 March 1998

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.

**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.

**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.

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

3. OPERATING PROFIT

The operating profit is stated after charging:

	31.3.98	31.3.97
	£	£
Depreciation - owned assets	2,708	2,896
	<u>          </u>	<u>          </u>
Directors' emoluments and other benefits etc	-	-
	<u>          </u>	<u>          </u>

4. INTEREST RECEIVABLE AND SIMILAR INCOME

	31.3.98	31.3.97
	£	£
Building Society Interest	110	87
	<u>          </u>	<u>          </u>



Notes to the Financial Statements  
for the Year Ended 31 March 1998

5. TAXATION

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

	31.3.98	31.3.97
	£	£
UK Corporation Tax	2,101	1,142
Deferred taxation	(22)	(47)
	<u>2,079</u>	<u>1,095</u>

UK Corporation Tax has been charged at 0% (1997 - 24%).

6. TANGIBLE FIXED ASSETS

	Land and buildings	Plant and machinery etc	Totals
	£	£	£
<b>COST:</b>			
At 1 April 1997 and 31 March 1998	<u>29,700</u>	<u>17,779</u>	<u>47,479</u>
<b>DEPRECIATION:</b>			
At 1 April 1997	17,640	14,035	31,675
Charge for year	<u>1,960</u>	<u>748</u>	<u>2,708</u>
At 31 March 1998	<u>19,600</u>	<u>14,783</u>	<u>34,383</u>
<b>NET BOOK VALUE:</b>			
At 31 March 1998	<u>10,100</u>	<u>2,996</u>	<u>13,096</u>
At 31 March 1997	<u>12,060</u>	<u>3,744</u>	<u>15,804</u>

7. DEBTORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR

	31.3.98	31.3.97
	£	£
Prepayments & accrued income	<u>-</u>	<u>650</u>

8. CREDITORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR

	31.3.98	31.3.97
	£	£
Bank loans and overdrafts	4,785	7,000
Directors current accounts	579	1,195
Accruals	738	738
Taxation	<u>2,075</u>	<u>1,125</u>
	<u>8,177</u>	<u>10,058</u>

The Cutting Crew Hairdressers Limited

Notes to the Financial Statements  
for the Year Ended 31 March 1998

9. CREDITORS: AMOUNTS FALLING  
DUE AFTER MORE THAN ONE YEAR

	31.3.98	31.3.97
	£	£
Bank loans	-	5,129
	<u>          </u>	<u>          </u>

10. PROVISIONS FOR LIABILITIES AND CHARGES

	31.3.98	31.3.97
	£	£
Deferred taxation	189	211
	<u>          </u>	<u>          </u>

\*\*CLIENT SCREEN - PROVISIONS FOR LIABILITIES AND CHARGES - SHOULD BE COMPLETED IN RESPECT OF DEFERRED TAXATION

11. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	31.3.98	31.3.97
		£1	£	£
1 0 00	Ordinary		<u>1000-</u>	<u>1,000</u>

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.3.98	31.3.97
		£1	£	£
20	Ordinary		<u>20</u>	<u>20</u>