

**HAREWOOD INTERNATIONAL LIMITED**  
**ABBREVIATED ACCOUNTS**  
**FOR THE YEAR ENDED**  
**31 DECEMBER 2002**



**WINE & CO**  
Chartered Accountants & Registered Auditors  
20-22 Bridge End  
Leeds  
LS1 4DJ

# **HAREWOOD INTERNATIONAL LIMITED**

## **ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2002**

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**HAREWOOD INTERNATIONAL LIMITED**  
**INDEPENDENT AUDITORS' REPORT TO THE COMPANY**  
**PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages 4 to 7, together with the financial statements of the company for the year ended 31 December 2002 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

**RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS**

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

**BASIS OF OPINION**

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

**OPINION**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act, and the abbreviated accounts on pages 4 to 7 are properly prepared in accordance with those provisions.

**OTHER INFORMATION**

On ~~5 January 2004~~ we reported, as auditors of the company, to the shareholders on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 December 2002, and the full text of our audit report is reproduced on pages 2 to 3 of these financial statements.



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5th January, 2004.

# **HAREWOOD INTERNATIONAL LIMITED**

## **INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS**

**YEAR ENDED 31 DECEMBER 2002**

We have audited the financial statements on pages 6 to 11 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out on page 8.

This report is made solely to the company's shareholders, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

### **BASIS OF AUDIT OPINION**

We conducted our audit in accordance with United Kingdom 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.

### **FUNDAMENTAL UNCERTAINTY**

The financial statements have been prepared on the going concern basis, the validity of which depends upon the continued support of the company's creditors. The financial statements do not include any adjustments should this support be withdrawn. Our opinion is not qualified in this respect.

# HAREWOOD INTERNATIONAL LIMITED

## INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS *(continued)*

YEAR ENDED 31 DECEMBER 2002

### OPINION:DISCLAIMER ON VIEW GIVEN BY FINANCIAL STATEMENTS

The evidence available to us was limited as a result of the following:

We have been unable to carry out auditing procedures necessary to obtain adequate assurance regarding the quantities and condition of stock appearing in the balance sheet at £935,014. Any adjustments to this figure would have a consequential significant effect on the profit for the year.

Because of the possible effect of the limitation in evidence available to us we are unable to form an opinion as to whether the financial statements give a true and fair view of the state of the company's affairs at 31st December 2002 or of its profit for the year then ended. In all other respects in our opinion the financial statements have been properly prepared in accordance with the Companies Act 1985.

In respect alone of the limitation on our audit work relating to the above

- we have not obtained all the information and explanations that we consider necessary for the purpose of our audit; and
- we were unable to determine whether proper accounting records have been maintained.



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5th January, 2004.

# HAREWOOD INTERNATIONAL LIMITED

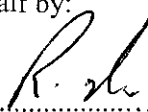
## ABBREVIATED BALANCE SHEET

31 DECEMBER 2002

	Note	2002 £	2001 £
<b>FIXED ASSETS</b>	<b>2</b>		
Tangible assets		37,929	50,540
<b>CURRENT ASSETS</b>			
Stocks		935,014	838,182
Debtors		506,226	547,920
Cash at bank and in hand		605,409	611,679
		<u>2,046,649</u>	<u>1,997,781</u>
<b>CREDITORS: Amounts falling due within one year</b>	<b>3</b>	<u>1,864,168</u>	<u>1,930,151</u>
<b>NET CURRENT ASSETS</b>		<b>182,481</b>	<b>67,630</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>220,410</b>	<b>118,170</b>
<b>CREDITORS: Amounts falling due after more than one year</b>	<b>4</b>	<b>(309,392)</b>	<b>(337,974)</b>
		<u>(88,982)</u>	<u>(219,804)</u>
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	<b>6</b>	1,000	1,000
Profit and loss account		(89,982)	(220,804)
<b>DEFICIENCY</b>		<b>(88,982)</b>	<b>(219,804)</b>

These abbreviated financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors on 5 JANUARY 2004 and are signed on their behalf by:

  
 .....  
 R DHIR

The notes on pages 5 to 7 form part of these abbreviated accounts.

# **HAREWOOD INTERNATIONAL LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2002**

### **1. ACCOUNTING POLICIES**

#### **Basis of accounting**

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002) under the historical cost convention and on the going concern basis which assumes the continuing support of the company's creditors and bank. No adjustments have been made to the financial statements should this support be withdrawn.

#### **Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

#### **Fixed assets**

All fixed assets are initially recorded at cost.

#### **Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Property improvements	-	10% straight line basis
Fixtures & Fittings	-	15% reducing balance basis
Motor Vehicles	-	25% reducing balance basis

#### **Stocks**

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

#### **Hire purchase agreements**

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

# HAREWOOD INTERNATIONAL LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2002

### 2. FIXED ASSETS

	Tangible Assets £
<b>COST</b>	
At 1 January 2002	152,835
Additions	950
<b>At 31 December 2002</b>	<u>153,785</u>
<b>DEPRECIATION</b>	
At 1 January 2002	102,295
Charge for year	13,561
<b>At 31 December 2002</b>	<u>115,856</u>
<b>NET BOOK VALUE</b>	
<b>At 31 December 2002</b>	<u>37,929</u>
At 31 December 2001	<u>50,540</u>

### 3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2002 £	2001 £
Bank loans and overdrafts	890,689	859,135
Other creditors	227,561	298,582
	<u>1,118,250</u>	<u>1,157,717</u>

### 4. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2002 £	2001 £
Bank loans and overdrafts	309,392	337,974

### 5. RELATED PARTY TRANSACTIONS

The company trades from premises owned personally by R. Dhir. No rent was charged for the use of the property during the year ended 31st December 2002, (2001 Nil).

In the opinion of the directors, by virtue of shareholdings, R. Dhir is the controlling party of the company.



# HAREWOOD INTERNATIONAL LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2002

### 6. SHARE CAPITAL

#### Authorised share capital:

	2002	2001
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

#### Allotted, called up and fully paid:

	2002		2001	
	No	£	No	£
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>