

**JANTA FASHIONS LIMITED**  
**FINANCIAL STATEMENTS**  
**YEAR ENDED 31ST MARCH 2000**

COMPANY INCORPORATION  
NUMBER 2431684



**BAJAJ & COMPANY**  
Registered Auditors &  
Chartered Accountants  
410-420 Rayners Lane  
Pinner, Middx HA5 5D

**JANTA FASHIONS LIMITED**

**FINANCIAL STATEMENTS**

**YEAR ENDED 31ST MARCH 2000**

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**JANTA FASHIONS LIMITED****THE DIRECTORS' REPORT****YEAR ENDED 31ST MARCH 2000**

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31st March 2000.

**PRINCIPAL ACTIVITIES**

The principal activity of the company during the year was that of clothing manufacturers and wholesalers.

**RESULTS AND DIVIDENDS**

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The trading results for the year , and the company financial position at the end of the year are shown On page 4 of these attached financial statements.

The directors do not recommend the declaration of any dividends for the year.

**THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY**

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 31 March 2000	At 1 April 1999
MR J. S. RAI	50	50
MR A. S. RAI	50	50

**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 at the end of the year and of the profit or loss for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on page 6, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also 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. The directors 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.

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**JANTA FASHIONS LIMITED**

**THE DIRECTORS' REPORT (continued)**

**YEAR ENDED 31ST MARCH 2000**

**CLOSE COMPANY PROVISIONS**

In the opinion of the directors, the company is a close company within the meaning of S.414 Income and Corporation Taxes Act, 1988 (as amended).

**DONATIONS**

During the year the company made the following contributions:

	<b>2000</b>	<b>1999</b>
	<b>£</b>	<b>£</b>
Charitable	<u>8,102</u>	<u>8,982</u>

**AUDITORS**

A resolution to re-appoint Messrs. Bajaj & Company, chartered accountants as auditor for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

**SMALL COMPANY PROVISIONS**

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

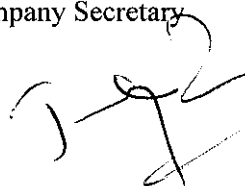
Approved by the directors on 29th May 2001

Signed by order of the directors

**JAGTAR SINGH RAI**

Company Secretary

**Registered office:**  
273 Commercial Road  
London E1 2PS



**JANTA FASHIONS LIMITED**

**AUDITOR'S REPORT TO THE SHAREHOLDERS**

**YEAR ENDED 31ST MARCH 2000**

We have audited the financial statements on pages 4 to 10 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 6.

**RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITOR**

As described on page 2, the company's directors are responsible for the preparation of the financial statements. It is my responsibility to form an independent opinion, based on my audit, on those statements and to report our opinion to you.

**BASIS OF OPINION**

We conducted my 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.

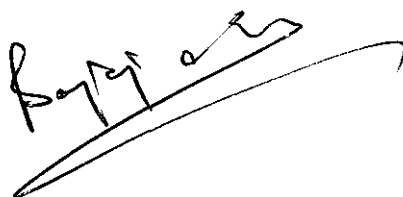
We planned and performed my audit so as to obtain all the information and explanations which we considered necessary in order to provide me with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity 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 company's state of affairs as at 31st March 2000 and of its profit for the year then ended, and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

**BAJAJ & COMPANY**

Registered Auditor &  
Chartered Accountant  
410-420 Rayners Lane  
Pinner, Middx HA5 5DY



29th May 2001

The notes on pages 6 to 10 form part of these financial statements

**JANTA FASHIONS LIMITED****PROFIT AND LOSS ACCOUNT****YEAR ENDED 31ST MARCH 2000**

		2000	1999
	Note	£	£
<b>TURNOVER</b>	<b>2</b>	782,831	923,825
LESS:			
Cost of sales		582,209	718,996
<b>GROSS PROFIT</b>		200,622	204,829
Distribution costs		( 770)	(580)
Administrative expenses		(186,689)	(192,753)
Other operating income		11,255	4,366
<b>OPERATING PROFIT</b>	<b>3</b>	24,418	15,862
Interest receivable		25	115
Interest payable		(11,402)	(13,141)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		13,041	2,836
LESS:			
Tax on profit on ordinary activities	<b>7</b>	6,860	2,710
<b>RETAINED PROFIT FOR THE FINANCIAL YEAR</b>		6,181	126
Balance brought forward		137,144	137,018
Balance carried forward		143,325	137,144

The company has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the company are classed as continuing.

The notes on pages 6 to 10 form part of these financial statements



**JANTA FASHIONS LIMITED****BALANCE SHEET****31ST MARCH 2000**

	Note	£	2000 £	£	1999 £
<b>FIXED ASSETS</b>					
Tangible assets	8		314,180		301,738
<b>CURRENT ASSETS</b>					
Stocks	9	30,927		44,600	
Debtors	10	123,504		197,071	
Cash at bank and in hand		3,223		3,604	
			157,654	245,275	
<b>CREDITORS: Amounts falling due within one year</b>	11	(306,888)		(376,132)	
<b>NET CURRENT LIABILITIES</b>			(149,234)		(130,857)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			164,946		170,881
<b>CREDITORS: Amounts falling due after more than one year</b>	12		(21,521)		(33,637)
			143,425		137,244
<b>CAPITAL AND RESERVES</b>					
Called-up equity share capital	16		100		100
Profit and loss account	17		143,325		137,144
<b>SHAREHOLDERS' FUNDS</b>			143,425		137,244

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities.

These financial statements were approved by the directors on the 29th May 2001, and are signed on their behalf by:

( MR J. S. RAI  
 DIRECTORS  
 (  
 ( MR A. S. RAI

The notes on pages 6 to 10 form part of these financial statements.

**JANTA FASHIONS LIMITED****NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31ST MARCH 2000****1. ACCOUNTING POLICIES****Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities.

**Turnover**

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

**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:

Leasehold Property	- 10% per annum
Plant & Machinery	- 25% on written down value
Fixtures & Fittings	- 25% on written down value
Motor Vehicles	- 25% on written down value
Equipment	- 25% on written down value

**Stocks**

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

**Finance lease agreements**

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future installments under such leases, net of finance charges, are included with creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account, and the capital element which reduces the outstanding obligation for future installments.

**Pension Costs**

Contributions in respect of the company's defined contributions pension scheme are charged to the Profit and loss account for the year in which they are payable to the scheme. Differences between Contributions payable and actually paid in the year are shown as either accruals and prepayments at the year end.



**JANTA FASHIONS LIMITED****NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31ST MARCH 2000**

	2000	1999
	£	£
<b>2. TURNOVER</b>		
United Kingdom and EEC	768,283	913,797
Overseas Exports	<u>14,548</u>	<u>10,028</u>
	<u>782,831</u>	<u>923,825</u>
<b>3. OPERATING PROFIT</b>		
Operating profit is stated after charging/(crediting):		
Staff pension contributions	6,600	7,250
Depreciation	10,876	12,383
Profit on disposal of fixed assets	(1,286)	-
Auditor's fees	<u>2,000</u>	<u>1,525</u>
<b>4. STAFF COSTS</b>		
The aggregate costs of the company's employees were:		
Wages and salaries	123,388	136,065
Social Security Costs	3,570	5,371
Pension and Health premiums	<u>10,571</u>	<u>9,831</u>
	<u>137,529</u>	<u>151,267</u>
<b>5. DIRECTORS' EMOLUMENTS</b>		
The directors' aggregate emoluments in respect of qualifying services were:		
Aggregate emoluments (included in note 4)	<u>22,500</u>	<u>22,500</u>
<b>6. INTEREST RECEIVABLE /(PAYABLE)</b>		
Interest Receivable	<u>25</u>	<u>115</u>
Interest payable - bank loan	8,145	8,604
Interest payable on other loans	<u>3,257</u>	<u>4,537</u>
	<u>(11,402)</u>	<u>(13,141)</u>

**JANTA FASHIONS LIMITED****NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31ST MARCH 2000****7. TAX ON PROFIT ON ORDINARY ACTIVITIES**

In respect of the year:

Corporation tax based on the results for the year at -20% (1999 - 21%)	4,430	2,710
Interest on taxation	656	-
Under-provision for prior years	1,774	-
	<u>6,860</u>	<u>2,710</u>

**8. TANGIBLE FIXED ASSETS**

	Freehold & Leasehold Property	Plant & Machinery	Fixtures & Fittings	Motor Vehicles	Equipment	Total
	£	£	£	£	£	£
<b>COST</b>						
At 1 Apr 1999	276,555	49,169	3,879	64,474	8,869	402,946
Additions	19,955	3,085	-	1,250	642	24,932
Disposals	-	-	-	(21,500)	-	(21,500)
<b>At 31 March 2000</b>	<u>296,510</u>	<u>52,254</u>	<u>3,879</u>	<u>44,224</u>	<u>9,511</u>	<u>406,378</u>
<b>DEPRECIATION</b>						
At 1 April 1999	3,786	36,941	3,479	49,599	7,403	101,208
Charge for the year	2,392	3,828	100	4,031	525	10,876
On disposals	-	-	-	(19,886)	-	(19,886)
<b>At 31 March 2000</b>	<u>6,178</u>	<u>40,769</u>	<u>3,579</u>	<u>33,744</u>	<u>7,928</u>	<u>92,198</u>
<b>NET BOOK VALUE</b>						
<b>At 31 March 2000</b>	<u>290,332</u>	<u>11,485</u>	<u>300</u>	<u>10,480</u>	<u>1,583</u>	<u>314,180</u>
At 31 March 1999	<u>272,769</u>	<u>12,228</u>	<u>400</u>	<u>14,875</u>	<u>1,466</u>	<u>301,738</u>

The freehold property is subject to a charge by the bankers in respect of the mortgage loans outstanding.

**Finance lease agreements**

There were no assets held as at the year end which were under any finance agreement.

**JANTA FASHIONS LIMITED****NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31ST MARCH 2000****9. STOCK**

	<b>2000</b>	<b>1999</b>
	<b>£</b>	<b>£</b>
Stock of materials and finished goods	<u>30,927</u>	<u>44,600</u>

**10. DEBTORS**

Trade debtors	119,009	191,546
Directors current accounts	-	479
Other debtors	<u>4,495</u>	<u>5,046</u>
	<u>123,504</u>	<u>197,071</u>

**11. CREDITORS: Amounts falling due within one year**

	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Bank loans and overdrafts		109,028		149,856
Trade creditors		131,280		185,259
Other creditors including:				
Corporation tax	8,937		21,280	
PAYE and social security	4,153		6,150	
Finance leases	-		1,245	
Other creditors	12,872		4,642	
Directors current accounts	<u>29,118</u>		-	
		55,800		33,317
Accruals and deferred income		<u>11,500</u>		<u>7,700</u>
		<u>306,888</u>		<u>376,132</u>

**12. CREDITORS: Amounts falling due after more than one year**

	<b>£</b>	<b>£</b>
Bank loans and overdrafts	<u>21,521</u>	<u>33,637</u>

Bank loans and overdrafts are secured on the freehold property owned by the company.

**JANTA FASHIONS LIMITED****NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31ST MARCH 2000****13. COMMITMENTS UNDER OPERATING LEASE****Operating lease**

At 31st March 2000 the company had aggregate annual commitments under a non-cancellable operating lease rentals of £35,600 per annum in respect of the factory premises at Gravesend.

**Pension commitments**

The company operates a defined contribution pension scheme on behalf of the directors and certain Employees. The assets of the scheme are held separately from those of the company in an independently administered fund. The annual commitment under this scheme is for contributions of £6,600 (1999 - £7,250).

**14. RELATED PARTY TRANSACTIONS**

The company was under the control of Mr Jagtar Singh Rai throughout the current and previous year. Mr Jagtar Rai is the managing director.

During the year rentals of £35,600 were paid to Mr J S Rai in respect of the Gravesend factory. There were no other transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

**15. CONTINGENT LIABILITIES**

There were no contingent liabilities as at the year end which were to be disclosed.

**16. SHARE CAPITAL****Authorised share capital:**

	2000	1999
	£	£
100 Ordinary Shares of £1 Each	100	100

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

100 Ordinary shares of £1 each	100	100
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**17. PROFIT AND LOSS ACCOUNT**

	£	£
Balance brought forward	137,144	137,018
Retained Profit for the year	6,181	126
	<hr/>	<hr/>
Balance carried forward	143,325	137,144