

2431684

JANTA FASHIONS LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 1995

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



JANTA FASHIONS LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 1995

CONTENTS	Page
Report of the directors	2
Auditors' report to the shareholders	3
Profit and loss account	4
Balance sheet	5
Notes to the financial statements	6-11

JANTA FASHIONS LIMITED was incorporated  
in England on 12TH October 1989.

Company Registration Number: 2431684

JANTA FASHIONS LIMITEDTHE DIRECTORS' REPORTFOR THE YEAR ENDED 31ST MARCH 1995

The directors present their report and the company's financial statements for the Year ended 31st March 1995.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the Company in the year under review was clothing manufacturers and wholesalers.

During the year the company has established itself in its new premises at Commercial Road, and has consolidated its position in the market place. The turnover is able to reflect the benefits of the move.

The profit for the year after taxation and extraordinary items and the manner in which that profit has been dealt with is set out on page 4 of these financial statements. In the opinion of the directors the Company was in a satisfactory position at the year end.

DIVIDENDS

The directors have recommended the following dividends:

	1995	1994
	£	£
Proposed dividends on ordinary shares	35,000	-
	=====	=====

DIRECTORS AND THEIR INTERESTS IN THE COMPANY'S SHARES

The directors in office in the Year and their beneficial interests in the company's shares were as follows:

	<u>Ordinary Shares of £1 each</u>	
	At	At
	31.3.95	31.3.94
J. S. RAI	50	50
P. S. KAKH	50	50
	=====	=====

FIXED ASSETS

The acquisitions and disposals of fixed assets are recorded in the notes to the accounts. In the opinion of the directors, the value of the company's freehold land and buildings is not materially in excess of that shown in these accounts in relation to its use in the company's trade.

cont.

JANTA FASHIONS LIMITED

THE DIRECTORS' REPORT - contd

FOR THE YEAR ENDED 31ST MARCH 1995

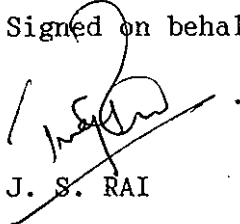
CLOSE COMPANY PROVISIONS

In the opinion of the directors, the Company is a close Company within the meaning of S414 Income and Corporation Taxes Act 1988(as amended).

AUDITORS

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

Signed on behalf of the board of directors



J. S. RAI

Company secretary

Approved by the board of directors on 12th October 1995.

AUDITORS' REPORT TO THE SHAREHOLDERS OFJANTA FASHIONS LIMITEDFOR THE YEAR ENDED 31ST MARCH 1995

We have audited the financial statements on pages 4 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

As described in note 1 to the financial statements 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.

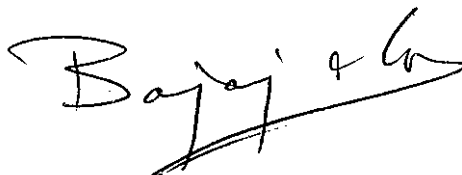
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity 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 31st March 1995 and of its profit for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

**BAJAJ & COMPANY**

Registered Auditors  
410-420 Rayners Lane  
Pinner, Middx HA5 5DY



12th October 1995

JANTA FASHIONS LIMITEDPROFIT AND LOSS ACCOUNTFOR THE YEAR ENDED 31ST MARCH 1995

	Note	1995 £	1994 £
TURNOVER	3	873,381	562,491
LESS: COST OF SALES		(655,488)	(436,161)
Gross profit		217,893	126,330
Administrative expenses		(121,145)	(114,525)
Operating profit	4	96,748	11,805
Other interest receivable and similar income	7	470	535
Interest payable and similar charges	8	(17,080)	(18,236)
Profit/(Loss) on ordinary activities before taxation		80,138	(5,896)
Less: Tax on profit/(loss) on ordinary activities	9	(18,552)	-
Profit/(Loss) for the financial Year		61,586	(5,896)
Less: Dividends	10	(35,000)	-
Retained profit/(loss) for the financial Year		26,586	(5,896)
Balance brought forward		8,611	14,507
Balance carried forward		£35,197 =====	£8,611 =====

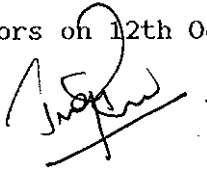

The company has no recognised gains or losses other than the profit and loss for the Year.

The notes on pages 6 to 11 form part of these financial statements.

JANTA FASHIONS LIMITEDBALANCE SHEET AS AT 31ST MARCH 1995

	Note	£	1995 £	1994 £
<b>FIXED ASSETS</b>				
Tangible assets	11		296,995	282,896
<b>CURRENT ASSETS</b>				
Stocks	12	20,200		20,350
Debtors	13	199,054		133,575
Cash at bank and in hand		2,267		2,111
		221,521		156,036
<b>CREDITORS: Amounts falling due within one year</b>	14	(359,712)		(269,405)
<b>Net Current Liabilities</b>			(138,191)	(113,369)
<b>Total assets less current liabilities</b>			158,804	169,527
<b>CREDITORS: Amounts falling due after more than one year</b>	15		(123,507)	(160,816)
<b>NET ASSETS</b>			£35,297	£8,711
<b>CAPITAL AND RESERVES</b>				
Share capital	16		100	100
Profit and loss account			35,197	8,611
			£35,297	£8,711

Approved by the board of directors on 12th October 1995.

( J. S. RAI  
 (   
 Directors (   
 (   
 ( P. S. KAKH 

Signed on behalf of the board of directors

The notes on pages 6 to 11 form part of these financial statements.

JANTA FASHIONS LIMITEDNOTES TO THE FINANCIAL STATEMENTSFOR THE YEAR ENDED 31ST MARCH 1995

## 1. DIRECTORS' RESPONSIBILITIES.

Company law requires directors to prepare financial statements for each financial year which give a true and fair view of the company's state of affairs at the end of the year and profit or loss for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described below, 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 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 for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## 2. ACCOUNTING POLICIES.

The financial statements have been prepared under the historical cost convention using the following accounting policies:

## CASH FLOW STATEMENT.

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 from including a cash flow statement in the financial statements on the grounds that the company is small.

## TURNOVER.

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

## DEPRECIATION.

Depreciation is calculated so as to write off the cost of an asset, net of anticipated disposal proceeds, over the useful economic life of that asset as follows:

## Tangible Assets:

Fixtures and fittings	25%
Office Equipment	25%
Motor Vehicles	25%

No depreciation has been provided on the freehold land and buildings since in the Directors opinion the repairs and maintenance will result in the residual value exceeding the original cost.

## STOCKS

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



JANTA FASHIONS LIMITEDNOTES TO THE FINANCIAL STATEMENTSFOR THE YEAR ENDED 31ST MARCH 1995

	1995 £	1994 £
3. TURNOVER.		
The turnover and profit before tax is attributable to the one principal activity of the company.		
An analysis of turnover is given below:		
United Kingdom	738,353	456,712
Overseas	135,028	105,779
	-----	-----
	£873,381	£562,491
	=====	=====
4. OPERATING PROFIT.		
Operating profit is stated after charging:		
Directors' emoluments for:		
- Services as directors	15,376	14,009
Depreciation	14,789	10,087
Auditor's fees	1,700	1,700
	=====	=====
5. PARTICULARS OF EMPLOYEES		
The aggregate costs of the company's employees were:		
Wages and salaries	87,355	73,491
Social security costs	4,544	3,404
Other pension costs	3,381	-
	-----	-----
	£95,280	£76,895
	=====	=====
	Nos.	Nos.
The aggregate number of persons employed by the company including directors was	21	20
	=====	=====
	£	£
6. DIRECTORS' REMUNERATION.		
Directors' remuneration, including pensions and benefits in kind were:		
Remuneration as directors	£15,376	£14,009
	=====	=====
7. INTEREST RECEIVABLE AND SIMILAR INCOME.		
Bank interest received	£470	£535
	=====	=====

JANTA FASHIONS LIMITEDNOTES TO THE FINANCIAL STATEMENTSFOR THE YEAR ENDED 31ST MARCH 1995

	1995 £	1994 £
8. INTEREST PAYABLE AND SIMILAR CHARGES.		
Interest payable on bank loans	2,002	2,777
Interest payable on other loans	15,078	15,459
	-----	-----
	£17,080	£18,236
	=====	=====

## 9. TAXATION ON ORDINARY ACTIVITIES.

	1995 £	1994 £
Current year corporation tax at -25%	18,552	-
	=====	=====

## 10. DIVIDENDS.

The following dividends have been recommended during the Year:

	1995 £	1994 £
Proposed dividends on ordinary shares	35,000	-
	=====	=====

JANTA FASHIONS LIMITEDNOTES TO THE FINANCIAL STATEMENTSFOR THE YEAR ENDED 31ST MARCH 1995

## 11. FIXED TANGIBLE ASSETS.

	Freehold Land and Buildings	Plant and Machinery	Fixtures and Fittings	Office Equipment	Motor Vehicle	TOTAL
COST:	£	£	£	£	£	£
Balance b/fwd	252,630	21,244	3,879	5,110	44,111	326,974
Additions	-	15,096	-	2,497	11,295	28,888
	-----	-----	-----	-----	-----	-----
Balance c/fwd	252,630	36,340	3,879	7,607	55,406	355,862
	-----	-----	-----	-----	-----	-----
DEPRECIATION:	£	£	£	£	£	£
Balance b/fwd	-	11,538	2,192	3,111	27,237	44,078
Depn charge	-	6,200	422	1,125	7,042	14,789
	-----	-----	-----	-----	-----	-----
Balance c/fwd	-	17,738	2,614	4,236	34,279	58,867
	-----	-----	-----	-----	-----	-----
NET BOOK VALUE:	£	£	£	£	£	£
AT 31.3.1995	252,630	18,602	1,265	3,371	21,127	296,995
	=====	=====	=====	=====	=====	=====
AT 31.3.1994	252,630	9,706	1,687	1,999	16,874	282,896
	=====	=====	=====	=====	=====	=====

## 12. STOCKS.

	1995 £	1994 £
Raw materials	20,200	20,350
	=====	=====

## 13. DEBTORS.

Trade debtors	148,865	102,371
Other debtors	50,189	27,366
Prepayments and accrued income	-	3,838
	-----	-----
	199,054	133,575
	=====	=====

All debtors are repayable within one year of the balance sheet date.

JANTA FASHIONS LIMITEDNOTES TO THE FINANCIAL STATEMENTSFOR THE YEAR ENDED 31ST MARCH 1995

	1995 £	1994 £
14. CREDITORS: Amounts falling due within one year.		
Bank loans and overdrafts	43,353	28,850
Trade creditors	179,766	164,877
Other creditors including taxation and social security:		
- Corporation tax	19,360	807
- Advance Corporation tax	8,750	-
- Social security	12,976	17,212
- H.P. & finance leases	966	2,963
- Dividends payable	35,000	-
- Other creditors	36,061	33,109
- Directors' current accounts	7,161	11,937
Accruals and deferred income	16,319	9,650
	-----	-----
	359,712	269,405
	=====	=====
15. CREDITORS: Amounts falling due after more than one year.		
Bank loans and overdrafts	123,507	159,581
Other creditors including taxation and social security:		
- H.P. and finance leases	-	1,235
	-----	-----
	123,507	160,816
	=====	=====
16. SHARE CAPITAL.		
AUTHORISED SHARE CAPITAL:		
Ordinary Shares of £1 each	100	100
	=====	=====
ALLOTTED, CALLED UP AND FULLY PAID:		
Ordinary share capital	100	100
	=====	=====

JANTA FASHIONS LIMITEDNOTES TO THE FINANCIAL STATEMENTSFOR THE YEAR ENDED 31ST MARCH 1995

	1995 £	1994 £
17. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS.		
Profit/(Loss) for the financial year	61,586	(5,896)
Dividends	(35,000)	-
	-----	-----
Net addition/(reduction) to funds	26,586	(5,896)
Opening shareholders' funds	8,711	14,607
	-----	-----
Closing shareholders' funds	£35,297	£8,711
	=====	=====