

ID MAGASIN LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 1998



AUDITORS' REPORT TO ID MAGASIN LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements set out on pages 2 to 4 together with the financial statements of ID Magasin Limited for the year ended 30 June 1998 prepared under section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated financial statements 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 financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF OPINION

We have carried out procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements 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 financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 4 are properly prepared in accordance with those provisions.

Lynton House
7 - 12 Tavistock Square
London
WC1H 9BQ

Date: 21/7/98

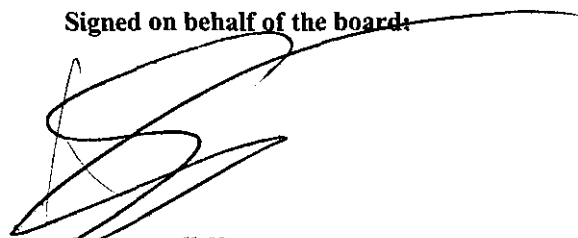
BSG Valentine
Chartered Accountants
Registered Auditor

ID MAGASIN LIMITED
ABBREVIATED BALANCE SHEET
AS AT 30 JUNE 1998

	Notes	1998	1997
		£	£
FIXED ASSETS	2		
Tangible fixed assets		63,134	45,916
CURRENT ASSETS			
Stock and work in progress		119,137	44,489
Debtors		404,963	119,279
Cash at bank and in hand		22,587	-
		<u>546,687</u>	<u>163,768</u>
CREDITORS: Amounts falling due within one year		<u>(562,224)</u>	<u>(189,841)</u>
NET CURRENT (LIABILITIES)		<u>(15,537)</u>	<u>(26,073)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		47,597	19,843
CREDITORS: Amounts falling due after more than one year		<u>(14,696)</u>	<u>(14,756)</u>
		<u>32,901</u>	<u>5,087</u>
CAPITAL AND RESERVES			
Share capital	3	70	100
Other reserves - equity		13,030	13,000
Profit and loss account		19,801	(8,013)
SHAREHOLDERS' FUNDS		<u>32,901</u>	<u>5,087</u>

The abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the board:



S N Scamell-Katz
Director

Date:

21/7/98



ID MAGASIN LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 1998

1 ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention.

The company has taken advantage of the exemptions in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Depreciation

Depreciation is calculated to write down the cost or valuation less estimated residual value of all tangible fixed assets over their expected useful lives. The rates and methods generally applicable are:

Motor vehicles	25% straight line method
Office and computer equipment	10-33% straight line method
Fixtures and fittings	10% straight line method

Stocks

Stock and work in progress have been valued by the directors at the lower of cost or net realisable value.

Deferred taxation

Deferred tax is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

Debit balances arising in respect of advanced corporation tax on dividends payable or proposed are carried forward to the extent that they are expected to be recoverable.

Contribution to pension funds

The pension costs charged against profits represent the amount of the contributions payable to the scheme in respect of the accounting period.

Leased assets

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight line basis over the lease term.

ID MAGASIN LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 1998

2 FIXED ASSETS

	Tangible fixed assets £
Cost	
At 1 July 1997	96,024
Additions	48,720
Disposals	(30,110)
At 30 June 1998	<u>114,634</u>
Depreciation and amortisation	
At 1 July 1997	50,108
Charge for the year	22,761
On disposals	(21,369)
At 30 June 1998	<u>51,500</u>
Net book value	
At 30 June 1998	<u>63,134</u>
At 30 June 1997	<u>45,916</u>

The net book value of assets held under finance leases and hire purchase contracts at 30 June 1997 amounted to £11,669 (30 June 1996: £33,502).

3 SHARE CAPITAL

	1998 £	1997 £
Authorised		
1,000 Ordinary shares of £0.10 each	<u>100</u>	<u>100</u>
Allotted		
700 Allotted, called up and fully paid ordinary shares of £0.10 each	<u>70</u>	<u>100</u>

On 24 June 1998 the company passed an ordinary resolution that each £1 share capital be divided into ten ordinary shares of 10 pence each ranking pari passu in all respects.

During the year the company repurchased 30 of its £1 ordinary shares for a total consideration of £13,975.