

I & I FASHIONS LIMITED

FINANCIAL STATEMENTS

For the year ended 30th June 2001

Registered Number: 2799877



I & I FASHIONS LIMITED

FINANCIAL STATEMENTS

For the year ended 30th June 2001

I N D E X

	Page No.
Directors, Officers & Company Information	1
Report of the Directors	2
Report of the Accountant	3
Profit & Loss Account	4
Balance Sheet	5
Notes to the Financial Statements	6

I & I FASHIONS LIMITED

FINANCIAL STATEMENTS

For the year ended 30th June 2001

INCORPORATED

IN ENGLAND ON 16TH MARCH 1993

COMPANY NUMBER

2799877

CHAIRMAN

M. IMTIAZ

OTHER DIRECTORS

M. IMTIAZ
M.I. AHMED

SECRETARY

M. IMTIAZ

REGISTERED OFFICE

8 Rugby Street
Manchester
M7 9SH

ACCOUNTANTS

ALVI & CO.
Chartered Accountants
15 Manley Road
Manchester
M16 8PN

BANKERS

The Royal Bank of Scotland plc
Rochdale Branch
The Butts
Rochdale
Lancs. OL16 1EY

I & I FASHIONS LIMITED

DIRECTORS' REPORT

For the year ended 30th June 2001

The directors present their report and the financial statements for the year ended 30 June, 2001.

PRINCIPAL ACTIVITY

The principal activity of the company was wholesaling and retailing of ladies and girls clothing.

DIRECTORS AND THEIR INTERESTS

The directors of the company during the year and their interest in the shares of the company as recorded in the register of directors' interests were as follows:

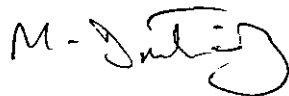
	<i>Ordinary Shares of £1 each</i>	
	<i>30 June, 2001</i>	<i>30 June, 2000</i>
	<u>No.</u>	<u>No.</u>
M. IMTIAZ	50	50
M.I. AHMED	<u>50</u>	<u>50</u>
	<u>100</u>	<u>100</u>

SMALL COMPANY EXEMPTIONS

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements on pages 4 to 8 have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Approved by the board on 19 December 2001 and signed on its behalf:



(M. Imtiaz)
Secretary

8 Rugby Street
Manchester
M7 9SH

ACCOUNTANTS' REPORT
TO THE DIRECTORS OF
I & I FASHIONS LIMITED
ON THE UNAUDITED FINANCIAL STATEMENTS

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 30th June 2001, set out on pages 4 to 8, and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these un-audited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

19 December 2001

15 Manley Road
Manchester M16 8PN

A handwritten signature in black ink, appearing to read 'Alvi & Co.', is written over the printed name.

Alvi & Co.
Chartered Accountants
Reporting Accountants

I & I FASHIONS LIMITED

PROFIT & LOSS ACCOUNT

For the year ended 30th June 2001

	Notes	£	2001 £	£	2000 £
<u>TURNOVER</u>	2		289,307		271,271
Cost of Sales			<u>208,412</u>		<u>184,828</u>
<u>GROSS PROFIT</u>			80,895		86,443
 <u>NET OPERATING EXPENSES</u>					
Distribution Costs		5,202		4,916	
Administrative Expenses		<u>64,064</u>	<u>69,266</u>	<u>67,243</u>	<u>72,159</u>
 <u>OPERATING PROFIT / (LOSS)</u>			<u>11,629</u>		<u>14,284</u>
 Profit / (Loss) on ordinary activities before taxation			11,629		14,284
Taxation	6		<u>1,213</u>		<u>1,614</u>
PROFIT on ordinary activities after taxation					
retained for the year			<u>10,416</u>		<u>12,670</u>

Movements in reserves are shown in note 11.

None of the company's activities were acquired or discontinued during the above two financial years.

There were no recognised gains and losses in 2001 or 2000 other than the profit / (loss) for the year.

I & I FASHIONS LIMITED

BALANCE SHEET

As At 30th June 2001

		2001		2000	
	Notes	£	£	£	£
<u>FIXED ASSETS</u>					
Tangible Assets	7		16,943		8,683
<u>CURRENT ASSETS</u>					
As per Schedule	8	<u>66,581</u>		<u>67,036</u>	
<u>CREDITORS</u>					
Amounts falling due within one year	9	<u>46,559</u>		<u>49,170</u>	
<u>CURRENT ASSETS LESS LIABILITIES</u>			<u>20,022</u>		<u>17,866</u>
<u>TOTAL ASSETS LESS LIABILITIES</u>			<u>36,965</u>		<u>26,549</u>
<u>CAPITAL AND RESERVES</u>					
Authorised share capital	10		<u>100</u>		<u>100</u>
Issued and fully paid shares	10		<u>100</u>		<u>100</u>
Profit & loss appropriation account			<u>36,865</u>		<u>26,449</u>
<u>TOTAL SHAREHOLDER'S FUNDS</u>	12		<u>36,965</u>		<u>26,549</u>

The directors consider that for the year ended 30th June 20001 the company was entitled to exempt under subsection 1 of section 249A of the companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial year under subsection 2 of section 249B of the Act.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with special provisions of Part VIII of the Companies Act 1985 relating to small companies.

The financial statements on page 4 to 8 were approved by the Board of Directors on 19th December 2001 and signed on its behalf by:



(M. Imtiaz)
Director



(M.I. Ahmed)
Director

I & I FASHIONS LIMITED

NOTES TO THE ACCOUNTS

For the year ended 30th June 2001

1. ACCOUNTING POLICIES

(a) BASIS OF ACCOUNTING

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

The company has taken advantage of the exemption from preparing a cash flow statement as conferred by Financial Reporting Standard No. 1 (Revised 1996) on the grounds that it qualifies as a small company under the Companies Act 1985.

(b) TURNOVER

Turnover represents the amount derived from the provision of goods and services after deduction of trade discounts and value added tax.

(c) TANGIBLE FIXED ASSETS

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Plant and Machinery	25% straight line basis
Fixtures, fittings, and equipment	25% straight line basis
Motor vehicles	25% straight line basis

(d) LEASE AND HIRE PURCHASE CONTRACTS

Rental paid under operating leases are charges to income as incurred.

(e) STOCKS

Stocks have been valued and certified by the Directors at the lower of cost and net realisable value, after making due allowance for slow moving, obsolete and deteriorated items. Cost is computed on a first in first out basis.

Net realisable value is based on estimated selling price less the estimated cost of disposal.

(f) DEFERRED TAXATION

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

2. TURNOVER

In the opinion of the directors, none of the turnover of the company is attributable to geographical markets outside the UK (2000 nil).

3. OPERATING PROFIT / (LOSS)

Operating profit / loss is stated after charging:

Wages and salaries	22,101	22,110
Social security costs	1,091	909
	<u>23,192</u>	<u>23,019</u>

I & I FASHIONS LIMITED
NOTES TO THE ACCOUNTS (CONTINUED)
For the year ended 30th June 2001

4. DIRECTORS' EMOLUMENTS

	2001 £	2000 £
Fees	—	—
Other emoluments	<u>18,184</u>	<u>16,690</u>
	<u>18,184</u>	<u>16,690</u>

5. INTEREST RECEIVABLE

	£	£
Interest received on Bank Account	—	—

6. TAX ON PROFIT ON ORDINARY ACTIVITIES

Based on the profit for the year at 10% (2000 20%)	1,213	1,614
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7. TANGIBLE FIXED ASSETS

	Fixtures & Fittings	Motor Vehicles	TOTAL
Cost:	£	£	£
At 1 July 2000	5,904	15,652	21,556
Additions	—	21,500	21,500
Disposals	—	(15,652)	(15,652)
At 30 June 2001	<u>5,904</u>	<u>21,500</u>	<u>27,404</u>
Depreciation:			
At 1 July 2000	4,813	8,060	12,873
Disposal Account	—	(8,060)	(8,060)
Current year's charge	<u>273</u>	<u>5,375</u>	<u>5,648</u>
At 30 June 2001	<u>5,086</u>	<u>5,375</u>	<u>10,461</u>
Net book values			
At 30 June 2001	<u>818</u>	<u>16,125</u>	<u>16,943</u>
At 30 June 2000	<u>1,091</u>	<u>7,592</u>	<u>8,683</u>

Depreciation has been provided @ 25% per annum on the reducing balances.

I & I FASHIONS LIMITED
NOTES TO THE ACCOUNTS (CONTINUED)

For the year ended 30th June 2001

8. CURRENT ASSETS

	2001	2000
	£	£
Cash in Hand	7,538	6,858
Stock	22,840	20,525
Trade & Other Debtors	<u>36,203</u>	<u>39,653</u>
	<u>66,581</u>	<u>67,036</u>

9. CREDITORS

Amounts falling due within one year:

Trade Creditors	5,439	5,410
Other Creditors	8,171	9,488
Bank Overdraft	<u>32,949</u>	<u>34,272</u>
	<u>46,559</u>	<u>49,170</u>

10. SHARE CAPITAL

Authorised

1000 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
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Allotted, called up and fully paid

2 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
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11. PROFIT AND LOSS ACCOUNT

	2001
	£
1 st July 2000	26,449
Retained profit for the year	<u>10,416</u>
30 th June 2001	<u>36,865</u>

12. RECONCILIATION OF THE MOVEMENTS IN SHAREHOLDERS' FUNDS

	2001	2000
	£	£
Profit / (Loss) for the financial year representing a	10,416	12,670
Net addition to / (subtraction from) shareholders' funds		
Opening shareholders' funds	<u>26,549</u>	<u>13,879</u>
Closing shareholders' funds	<u>36,965</u>	<u>26,549</u>