

**ZIBOH INTERIORS LIMITED**

**REPORT AND  
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED  
31 AUGUST 1999**

REGISTERED NUMBER: 2844490



**ZIBOH INTERIORS LIMITED**

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 1999**

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**ZIBOH INTERIORS LIMITED**

**COMPANY INFORMATION  
AT 31 AUGUST 1999**

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**DIRECTORS**

M A Ahari  
B Fox  
V L L Fox-Ahari

**SECRETARY**

V L L Fox-Ahari

**REGISTERED OFFICE**

2 Watling Gate  
297/303 Edgware Road  
London  
NW9 6NB

**BUSINESS ADDRESS**

76 South Street  
Dorking  
Surrey  
RH4 2HD

**AUDITORS**

Jolly Singh Partnership  
Registered Auditors & Accountants  
2 Watling Gate  
297/303 Edgware Road  
London  
NW9 6NB

**PRINCIPAL BANKERS**

Barclays Bank PLC  
8/12 Church Street  
Walton on Thames  
Surrey  
KT12 2YW

## **ZIBOH INTERIORS LIMITED**

### **DIRECTORS' REPORT**

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The directors present their annual report with the financial statements of the company for the year ended 31 August 1999.

#### **PRINCIPAL ACTIVITIES**

The principal activities of the company in the year under review were those of interior designers and furnishers. In addition, the company earns rent for furniture and equipment displayed at show houses.

#### **REVIEW OF THE BUSINESS**

The net profit after providing for taxation amounted to £3,618.

#### **DIVIDENDS**

No dividends were paid during the year (1998-£6000)

#### **INTRODUCTION OF THE SINGLE EUROPEAN CURRENCY**

There will be no potential impact of the introduction of the single European currency on the company.

#### **DIRECTORS AND THEIR INTERESTS**

The directors in office in the year and their beneficial interests in the company at the balance sheet date and the beginning of the year were as follows:

		Number of Shares	
		1999	1998
M A Ahari	Ordinary Shares of £1 each	45	45
B Fox	Ordinary Shares of £1 each	45	45
V L L Fox-Ahari	Ordinary Shares of £1 each	10	10

#### **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 as at the end of the financial year and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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 maintaining 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. They 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.

#### **YEAR 2000 ISSUES**

The directors did not experience any problems on the arrival of the year 2000.

**ZIBOH INTERIORS LIMITED**

**DIRECTORS' REPORT**

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**AUDITORS**

The auditors, Jolly Singh Partnership, will be proposed for re-appointment in accordance with section 385 of the Companies Act 1985.

The above report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the board:



V L L Fox-Ahari  
Secretary

Date: 29 March 2000

**ZIBOH INTERIORS LIMITED**

**AUDITORS' REPORT TO THE SHAREHOLDERS**

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We have audited the financial statements on pages 5 to 11 which have been prepared under the historical cost convention and on the basis of accounting policies set out on page 7.

**RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS**

As described in the directors' report, 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 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 as to whether 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 affairs of the company as at 31 August 1999 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**Jolly Singh Partnership**  
**Registered Auditors & Accountants**

**2 Watling Gate**  
**297/303 Edgware Road**  
**London**  
**NW9 6NB**

Date: 29 March 2000

**ZIBOH INTERIORS LIMITED****PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 AUGUST 1999**

	Notes	1999 £	1998 £
<b>TURNOVER</b>		947,882	942,694
Cost of sales		753,792	763,769
<b>GROSS PROFIT</b>		194,090	178,925
Administrative expenses		375,956	353,155
		(181,866)	(174,230)
Other operating income		195,829	84,748
<b>OPERATING PROFIT / (LOSS)</b>	2	13,963	(89,482)
Investment income and interest receivable	3	413	545
Interest payable and similar charges	4	(10,758)	(4,412)
<b>PROFIT / (LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		3,618	(93,349)
Tax on profit / (loss) on ordinary activities	7	-	13,754
<b>PROFIT / (LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION</b>		3,618	(79,595)
Dividends		-	(6,000)
<b>RETAINED PROFIT / (ACCUMULATED LOSS) FOR THE FINANCIAL YEAR</b>	16	3,618	(85,595)

**Continuing operations**

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

**Total recognised gains and losses**

The company has no recognised gains or losses other than the profit or loss for the above two financial years.

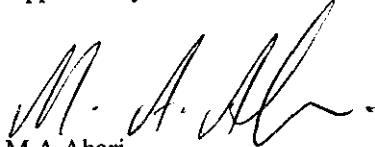
The notes on pages 7 to 11 form part of these financial statements.

**ZIBOH INTERIORS LIMITED****BALANCE SHEET  
AT 31 AUGUST 1999**

	Notes	£	1999 £	£	1998 £
<b>FIXED ASSETS</b>					
Tangible assets	8		77,708		62,735
<b>CURRENT ASSETS</b>					
Stocks	9	277,230		105,833	
Debtors	10	108,289		73,958	
Cash at bank and in hand		31,800		15,924	
		417,319		195,715	
<b>CREDITORS: amounts falling due within one year</b>	11	(462,087)		(255,194)	
<b>NET CURRENT LIABILITIES</b>			(44,768)		(59,479)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			32,940		3,256
<b>CREDITORS: amounts falling due after more than one year</b>	12		(56,262)		(30,196)
<b>NET LIABILITIES</b>			(23,322)		(26,940)
<b>CAPITAL AND RESERVES</b>					
Called up share capital	15		100		100
Profit and loss account	16		(23,422)		(27,040)
<b>TOTAL SHAREHOLDERS' FUNDS</b>	17		(23,322)		(26,940)

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

Approved by the board of directors on 29 March 2000 and signed on its behalf by:



M A Ahari  
Director

The notes on pages 7 to 11 form part of these financial statements.



# **ZIBOH INTERIORS LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 1999**

### **1. STATEMENT OF ACCOUNTING POLICIES**

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

#### **Cash flow**

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1: "Cash flow statements".

#### **Turnover**

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year.

#### **Depreciation of tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its useful life:

Fixtures and Fittings	20% reducing value
Motor vehicles	25% reducing balance
Pattern Books	33% reducing balance

#### **Stocks**

Stocks are stated at the lower of cost and net realisable value.

Net realisable value is based on estimated selling price less further costs to completion and disposal.

#### **Pension costs**

The company operates a money purchase (defined contribution) pension scheme. Contributions payable to this scheme are charged to the profit and loss account in the period to which they relate. These contributions are invested separately from the company's assets.

### **2. OPERATING PROFIT / (LOSS)**

Operating profit / (loss) is stated	1999 £	1998 £
<b>After charging:</b>		
Depreciation of fixed assets	25,648	21,121
Auditors' remuneration	8,352	8,319
Hire of equipment	1,500	1,315
	<hr/>	<hr/>
<b>After crediting:</b>		
Profit on disposal of tangible assets	3,062	-
	<hr/>	<hr/>

### **3. INVESTMENT INCOME AND INTEREST RECEIVABLE**

	1999 £	1998 £
<b>Interest received and receivable</b>		
Bank interest	413	545
	<hr/>	<hr/>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 1999****4. INTEREST PAYABLE AND SIMILAR CHARGES**

	1999 £	1998 £
On bank loans and overdrafts	2,679	664
Lease finance charges and hire purchase interest	8,079	3,745
Other interest	-	3
	<u>10,758</u>	<u>4,412</u>

**5. INFORMATION ON DIRECTORS AND EMPLOYEES**

	1999 £	1998 £
<b>Staff costs</b>		
Wages and salaries	197,360	195,344
Other pension costs	9,636	3,600
	<u>206,996</u>	<u>198,944</u>

	1999 £	1998 £
<b>Directors' emoluments</b>		
Emoluments, including pension contributions to money purchase (defined contribution) schemes	<u>45,469</u>	<u>46,350</u>

**6. PENSION COSTS****Money purchase (defined contribution) pension scheme**

The company operates a money purchase (defined contribution) pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £9,636 (1998: £3,600).

**7. TAX ON PROFIT ON ORDINARY ACTIVITIES**

	1999 £	1998 £
The taxation charge comprises:		
Corporation tax at 21% (1998 - 21%)	<u>-</u>	<u>(13,754)</u>

**ZIBOH INTERIORS LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 1999****8. TANGIBLE FIXED ASSETS**

	Fixtures and fittings £	Motor vehicles £	Pattern Books £	Total £
<b>Cost:</b>				
At 1 September 1998	23,464	70,386	37,097	130,947
Additions	1,040	55,983	7,537	64,560
Disposals	-	(44,891)	-	(44,891)
At 31 August 1999	24,504	81,478	44,634	150,616
<b>Depreciation:</b>				
At 1 September 1998	9,929	29,577	28,706	68,212
Charge for year	2,915	17,477	5,257	25,649
On disposals	-	(20,953)	-	(20,953)
At 31 August 1999	12,844	26,101	33,963	72,908
<b>Net book value:</b>				
At 31 August 1999	11,660	55,377	10,671	77,708
At 31 August 1998	13,535	40,809	8,391	62,735

**9. STOCKS**

	1999 £	1998 £
Finished goods and goods for resale	277,230	105,833

**10. DEBTORS**

	1999 £	1998 £
Trade debtors	97,726	69,690
Other debtors	10,563	4,268
	108,289	73,958

**ZIBOH INTERIORS LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 1999****11. CREDITORS: amounts falling due within one year**

	1999 £	1998 £
Bank loans and overdrafts	105,709	91,631
Trade creditors	182,221	38,855
Taxation and social security	120,784	81,389
Other creditors	53,373	43,319
	<u>462,087</u>	<u>255,194</u>

Bank overdrafts amounting to £105,709 (1998 £91,631) are secured by Directors guarantees and by a fixed and floating charge on all the assets of the company.

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

	1999 £	1998 £
Bank loans and overdrafts	1,045	3,468
Net obligations under finance leases and hire purchase contracts	55,217	26,728
	<u>56,262</u>	<u>30,196</u>

**13. BORROWINGS**

	1999 £	1998 £
The company's borrowings are repayable as follows		
Up to one year and on demand	<u>105,709</u>	<u>91,631</u>

**14. OBLIGATIONS UNDER FINANCE LEASES AND HIRE PURCHASE CONTRACTS**

	1999 £	1998 £
The company's obligations are repayable as follows:		
Net obligations analysed as follows:		
Included in creditors - amounts falling due within one year	-	12,688
Included in creditors - amounts falling due after more than one year	55,217	26,728
	<u>55,217</u>	<u>39,416</u>

**ZIBOH INTERIORS LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 1999****15. SHARE CAPITAL**

	1999 £	1998 £
<b>Authorised:</b>		
<b>Equity interests:</b>		
100 Ordinary shares of £1 each	100	100
<b>Allotted, called up and fully paid:</b>		
<b>Equity interests:</b>		
100 Ordinary shares of £1 each	100	100

**16. PROFIT AND LOSS ACCOUNT**

	1999 £	1998 £
(Accumulated loss) / Retained profit as at 1 September 1998	(27,040)	58,555
Profit / (loss) for the year	3,618	(85,595)
Accumulated loss as at 31 August 1999	(23,422)	(27,040)

**17. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	1999 £	1998 £
Profit / (loss) for the year	3,618	(79,595)
Dividends	-	(6,000)
Net addition / (reduction) to shareholders' funds	3,618	(85,595)
Opening shareholders' funds	(26,940)	58,655
Closing shareholders' funds	(23,322)	(26,940)
<b>Represented by:-</b>		
Equity interests	(23,322)	(26,940)