

3253294

**MONTAGU'S LIMITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDING  
31 AUGUST 2003**



**MONTAGU'S LIMITED**  
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**Year ended 31 August 2003**

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**Director**

M M Simon  
I Issacharoff

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**Secretary and Registered Office**

M M Simon  
York House  
1 Seagrave Road  
SW6 1RP

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**Auditors**

Wyatts  
Chartered Accountants  
York House  
1 Seagrave Road  
London SW6 1RP

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**Bankers**

National Westminster Bank plc  
City of London Business Centre  
P O Box 12262  
1 Prince's Street  
London EC2R 8PQ

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**REGISTERED IN ENGLAND, NUMBER 3253294**

**MONTAGU'S LIMITED**  
**Director's Report**  
**Year ended 31 August 2003**

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The Director presents his report together with the financial statements for the year ended 31 August 2003.

**PRINCIPAL ACTIVITY**

The principal activity of the company during the year was that of processing laundry on behalf of retail and industrial businesses.

**RESULTS**

The loss for the financial year before taxation was £88,116 (2002 profit £346,160).

**DIRECTOR AND HIS BENEFICIAL INTERESTS**

The Director during the year under review and his beneficial interest in the share capital of the company was as follows;

	<u>Ordinary £1 Shares</u>	
	<u>2003</u>	<u>2002</u>
	£	£
M M Simon	50	100
I Issacharoff	50	-

**DIRECTORS' RESPONSIBILITIES FOR THE PREPARATION OF THE FINANCIAL STATEMENTS**

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 and of the results of the company for that period.

In preparing these 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 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. 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.

**MONTAGU'S LIMITED**  
**Director's Report - continued**  
**Year ended 31 August 2003**

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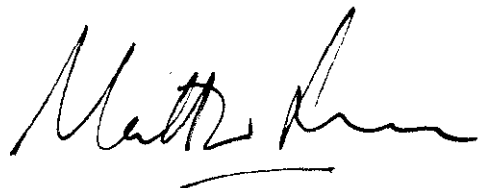
**AUDITORS**

A resolution to reappoint Wyatts as auditors will be presented to the members at the Annual General Meeting in accordance with S385(2) of the Companies Act 1985.

**BASIS OF PREPARATION**

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 and the Financial Reporting Standard for Smaller Entities (effective June 2002).

**ON BEHALF OF THE BOARD**



MM Simon  
SECRETARY

16/12/ 2003

**MONTAGUS LIMITED**  
**Report of the Auditors**  
**Year ended 31 August 2003**

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**Independent Auditors Report to the shareholders of Montagus Limited**

We have audited the financial statements of Montagus Limited for the year ended 31 August 2003 which comprise the Profit and Loss Account, the Balance Sheet, and the related notes. These financial statements have been prepared under the historical cost convention (as modified by the revaluation of certain fixed assets) and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed

**Respective responsibilities of directors and auditors**

As described in the statement of directors' responsibilities, the company's directors are responsible for preparing the financial statements in accordance with applicable law and accounting standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom auditing standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all of the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

**Basis of audit opinion**

We conducted our audit in accordance with United Kingdom 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 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 31 August 2003 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



WYATTS  
Chartered Accountants and  
Registered Auditors  
York House  
1 Seagrave Road  
London SW6 1RP

16/12 2003

**MONTAGU'S LIMITED**  
**Profit and Loss Account**  
**Year ended 31 August 2003**

	Note	<u>2003</u> £	<u>2002</u> £
TURNOVER	1	1,459,567	1,112,005
Cost of Sales		<u>824,856</u>	<u>551,373</u>
GROSS PROFIT		634,711	560,632
Administration expenses		<u>523,271</u>	<u>381,803</u>
Operating profit		111,440	178,829
Other income	2	-	167,331
Amount written off investment	7	<u>199,556</u>	<u>-</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	(88,116)	346,160
TAXATION ON ORDINARY ACTIVITIES	4	<u>20,279</u>	<u>22,826</u>
(Loss)/Profit on ordinary activities after taxation		(108,395)	323,334
Dividends payable		<u>(112,573)</u>	<u>(100,000)</u>
(LOSS)/PROFIT FOR THE YEAR		(220,968)	223,334
RESERVES BROUGHT FORWARD		<u>348,115</u>	<u>124,781</u>
RESERVES CARRIED FORWARD		<u>£127,147</u>	<u>£348,115</u>

All of the company's operations are classed as continuing.,  
The company had no recognised gains and losses other than the result for the year.

The accompanying notes are an integral part of these financial statements.

**MONTAGU'S LIMITED**  
**Balance Sheet**  
**Year ended 31 August 2003**

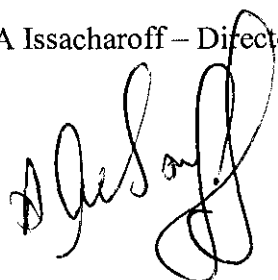
	Note	<u>2003</u> £	<u>2002</u> £
<b>FIXED ASSETS</b>			
Intangible assets	5	8,000	9,000
Tangible assets	6	301,320	327,057
Investments	7	-	235,000
		<u>309,320</u>	<u>571,057</u>
<b>CURRENT ASSETS</b>			
Stocks	8	41,213	44,257
Cash at bank		-	16,690
Debtors	9	258,260	174,418
		<u>299,473</u>	<u>235,365</u>
CREDITORS - due within one year	10	<u>206,514</u>	<u>178,107</u>
NET CURRENT ASSETS		<u>92,959</u>	<u>57,258</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		402,279	628,315
CREDITORS – due after one year	11	32,306	43,773
		<u>£369,973</u>	<u>£584,542</u>
DIRECTORS LOAN	13	237,726	231,327
<b>CAPITAL AND RESERVES</b>			
Share Capital (all equity)	14	200	200
Share premium account	15	4,900	4,900
Profit and Loss account		127,147	348,115
		<u>£369,973</u>	<u>£584,542</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985.

Approved on behalf of the Board on

16/12/ 2003.

A Issacharoff – Director



**MONTAGU'S LIMITED**  
**Notes to the Financial Statements**  
**Year ended 31 August 2003**

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ACCOUNTING POLICIES

ACCOUNTING BASIS

The financial statements have been prepared on the historical cost basis, adopting the following accounting policies and the *Financial Reporting Standard for Smaller Entities* (effective June 2002).

TURNOVER

Turnover represents sales from processing laundry on behalf of retail outlets and industry.

GROUP ACCOUNTS

Montagus Limited is the parent company of Interview Investments Limited, which is a wholly owned subsidiary. This qualifies as a small group. On this basis it is exempt from the requirement to prepare group accounts.

DEPRECIATION AND AMORTISATION

Depreciation is provided so as to write off the cost of the fixed assets over their estimated useful lives employing the following rate and method;

Plant and machinery	20% straight line
Short leasehold	Over the period of the lease
Goodwill	10% straight line

DEFERRED TAXATION

The accounting policy in respect of deferred tax has been changed to reflect the requirements of FRS 19 'Deferred Tax'. Deferred tax is provided on the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred is accounted for in respect of all material timing differences. The company has not adopted a policy of discounting deferred tax assets and liabilities.

For both 2002 and 2003's accounts this results in a balance which is not material, and has not been provided for.

STOCK

Stock is valued at the lower of cost and net realisable value on a first in first out basis.



**MONTAGU'S LIMITED**  
**Notes to the Financial Statements**  
**Year ended 31 August 2003**

**CASHFLOW STATEMENT**

The requirement to prepare a cashflow statement under Financial Reporting Standard 1 (FRS1) has been dispensed with due to the company's small company status.

1. **TURNOVER**

Turnover arises wholly from the principal activity of the company.

2. **OTHER INCOME**

	<u>2003</u>	<u>2002</u>
	£	£
Dividends receivable	-	167,331
Interest receivable	-	-
	<u>£ -</u>	<u>£167,331</u>

3. **(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION**

Stated after charging:-

Depreciation	80,700	51,500
Goodwill amortisation	1,000	1,000
Auditors' fees	3,000	3,000
Hire of equipment	65,796	53,582
Director's remuneration	<u>6,400</u>	<u>6,400</u>

4. **TAXATION ON ORDINARY ACTIVITIES**

Corporation Tax at 19%/20%	20,000	22,500
Underprovision prior year	<u>279</u>	<u>326</u>
	<u>£20,279</u>	<u>£22,826</u>

5. **INTANGIBLE FIXED ASSETS**

	Goodwill
	£
Cost at 1 September 2002 and 31 August 2003	<u>10,000</u>
Amortisation at 1 September 2002	1,000
Charge for the year	<u>1,000</u>
At 31 August 2003	<u>2,000</u>
<b>NET BOOK VALUE</b>	
At 31 August 2003	<u>£8,000</u>
At 31 August 2002	<u>£9,000</u>

Goodwill arose on the purchase of a business and it is being amortised over ten years from 2001.

**MONTAGU'S LIMITED****Notes to the Financial Statements Continued****Year ended 31 August 2003****6. FIXED ASSETS**

	Plant & Machinery	Short Leasehold	Total
COST	£	£	£
At 1 September 2002	364,373	14,184	378,557
Disposal in year	-	-	-
Additions in year	54,963	-	54,963
At 31 August 2003	<u>419,336</u>	<u>14,184</u>	<u>433,520</u>
DEPRECIATION			
At 1 September 2002	50,800	700	51,500
Charge for year	80,000	700	80,700
At 31 August 2003	<u>130,800</u>	<u>1,400</u>	<u>132,200</u>
NET BOOK VALUE			
At 31 August 2003	<u>£288,536</u>	<u>£12,784</u>	<u>£301,320</u>
At 31 August 2002	<u>£313,573</u>	<u>£13,484</u>	<u>£327,057</u>

**7. FIXED ASSET INVESTMENTS**

COST	
Cost at 1 September 2002	235,000
Amount written off investment	<u>(235,000)</u>
Cost at 31 August 2003	<u>-</u>
NET BOOK VALUE	
At 31 August 2003	<u>£-</u>
At 31 August 2002	<u>£235,000</u>

The latest accounts for Interview Investments Limited were prepared to 28 February 2003. At this date the issued share capital was £2; the balance on Profit and Loss account reserves was £(2,571), and retained loss for the year was £16,652. On this basis the value of this investment has been written off during the year, together with a creditor balance, to give a loss of £199,556.

**MONTAGU'S LIMITED**  
**Notes to the Financial Statements Continued**  
**Year ended 31 August 2003**

8. STOCK

	<u>2003</u>	<u>2002</u>
	£	£
Raw materials and consumables	<u>£41,213</u>	<u>£44,257</u>

9. DEBTORS

Trade debtors	246,310	174,418
Other debtors	<u>11,950</u>	<u>-</u>
	<u>£258,260</u>	<u>£174,418</u>

10. CREDITORS: Due within one year

Trade creditors	33,401	11,484
Amount owed to group undertaking	-	36,192
Accruals	73,816	61,497
Corporation Tax	20,000	22,500
Other creditors	45,463	32,526
Bank loan	13,108	13,908
Bank overdraft	<u>20,726</u>	<u>-</u>
	<u>£206,514</u>	<u>£178,107</u>

11. CREDITORS: Due after one year

Bank loan	<u>£32,306</u>	<u>£43,773</u>
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The loan is secured by a fixed and floating charge dated 4 November 1996 in favour of National Westminster Bank plc over the company's assets.

12. OPERATING LEASES

The company is committed to make payments under other operating leases during the next twelve months, for leases which expire:

Within one year	1,976	-
Within two to five years	<u>81,392</u>	<u>71,417</u>
	<u>£83,368</u>	<u>£71,417</u>

13. DIRECTORS LOAN

The directors loan is unsecured and interest free, and will not be repaid in preference to other creditors.

**MONTAGU'S LIMITED**  
**Notes to the Financial Statements Continued**  
**Year ended 31 August 2003**

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14. CALLED UP SHARE CAPITAL

	<u>2003</u>	<u>2002</u>
	<u>£</u>	<u>£</u>
Authorised 100,000 Ordinary £1 shares	<u>£100,000</u>	<u>£100,000</u>
Allotted, issue and fully paid 200 Ordinary £1 shares (all equity)	<u>£200</u>	<u>£200</u>

15. SHARE PREMIUM ACCOUNT

Premium arising on the issue of 100 ordinary shares of £1 each	<u>£4,900</u>	<u>£4,900</u>
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16. COMPANY CONTROL

Throughout the period the company was under the control of mr M Simon and Mr A Issacharoff, who are both directors and principal shareholders in the company.