

Company Registration No. 4536603 (England and Wales)

COLONY FABRICS LIMITED
ABBREVIATED ACCOUNTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2003



COLONY FABRICS LIMITED

CONTENTS

	Page
Auditors' report	1
Abbreviated balance sheet	2
Notes to the abbreviated accounts	3

COLONY FABRICS LIMITED

INDEPENDENT AUDITORS' REPORT TO COLONY FABRICS LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 3, together with the financial statements of the company for the period ended 30 September 2003 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company's members, as a body, in accordance with Section 247B 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 the director and auditors

The director is responsible for preparing the abbreviated accounts 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 accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of audit opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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 accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 3 are properly prepared in accordance with those provisions.

Gallagher

The Gallagher Partnership LLP

Chartered Accountants
Registered Auditors

4 June 2004
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69/85 Tabernacle Street
London
EC2A 4RR

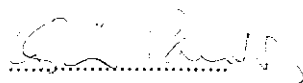
COLONY FABRICS LIMITED

ABBREVIATED BALANCE SHEET AS AT 30 SEPTEMBER 2003

	Notes	2003 £	£
Current assets			
Debtors		48,806	
Cash at bank and in hand		25,308	
		<u>74,114</u>	
Creditors: amounts falling due within one year		(119,173)	
		<u></u>	
Total assets less current liabilities			(45,059)
Capital and reserves			
Called up share capital	2		1
Profit and loss account			(45,060)
			<u></u>
Shareholders' funds - equity interests			(45,059)
			<u></u>

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

The financial statements were approved by the Board on 1 June 2004



Ms. C Pardellas
Director

COLONY FABRICS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE PERIOD ENDED 30 SEPTEMBER 2003

1 Accounting policies

A summary of the principal accounting policies, all of which have been applied consistently throughout the period, is set out below.

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Deferred taxation

Corporation tax payable is provided on taxable profits at the current rates.

Deferred tax is provided in full on all timing differences that result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on the current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations of periods different from those in which they are included in the financial statements. Deferred assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

2 Share capital

2003

£

Authorised

1,000 Ordinary shares of £1 each

1,000

Allotted, called up and fully paid

1 Ordinary shares of £1 each

1

On incorporation of the company one ordinary share with a par value of £1 was issued for a cash consideration.

The company was incorporated on 17 September 2002 with an authorised share capital made up of 1,000 ordinary shares each with a nominal value of £1 and each share ranking pari pasu with all other ordinary shares.

3 Control

The company is controlled by the parent company Colony srl, a company registered in Italy.