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530358

JOHN POLLOCK (OUTFITTERS) LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 1995



JOHN POLLOCK (OUTFITTERS) LIMITED

COMPANY INFORMATION

DIRECTORS

I Pollock
Mrs C L Pollock

SECRETARY

Mrs C L Pollock

COMPANY NUMBER

530358

REGISTERED OFFICE

157 High Road
Loughton
Essex
IG10 4LF

AUDITORS

Haslers
8 Johnston Road
Woodford Green
Essex
IG8 0XA

BUSINESS ADDRESS

157 High Road
Loughton
Essex
IG10 4LF

PRINCIPAL BANKERS

Barclays Bank plc
33 The Broadway
Woodford Green
Essex
IG8 0HJ

JOHN POLLOCK (OUTFITTERS) LIMITED

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JOHN POLLOCK (OUTFITTERS) LIMITED

REPORT OF THE DIRECTORS

The directors present their report and the financial statements for the period ended 31 August 1995.

PRINCIPAL ACTIVITIES AND REVIEW OF THE BUSINESS

The principal activity of the company in the period under review was that of retailers of leisure clothing and equipment.

On the 31 August 1994 the Edmonton branch closed due to a Compulsory Purchase Order. The progress of the company during the period accorded with expectations and the position at the end of the period is regarded as satisfactory.

RESULTS AND DIVIDENDS

The results for the period are set out on page 4.

The directors have paid three interim dividends, amounting to £67,280, and they do not recommend payment of a final dividend.

It is proposed that the retained PROFIT of £215,007 is transferred to reserves.

FIXED ASSETS

The significant changes in fixed assets during the period are explained in notes 8 and 9 to the financial statements.

DIRECTORS AND THEIR INTERESTS

The directors who served during the period and their interests in the company were as stated below.

	Class of share	Number of shares	
		1995	1994
I Pollock	Ordinary shares	14,501	14,501
	`A' Ordinary shares	72	-
Mrs C L Pollock	Ordinary shares	1	1
	`A' Ordinary shares	73	-

AUDITORS

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that be reappointed as auditors of the company will be put to the Annual General Meeting.

JOHN POLLOCK (OUTFITTERS) LIMITED

REPORT OF THE DIRECTORS (CONTINUED)

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 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 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.

By Order of the Board

C. Pollock



Secretary

.....

23 November 1995

JOHN POLLOCK (OUTFITTERS) LIMITED

AUDITORS' REPORT
TO THE SHAREHOLDERS OF JOHN POLLOCK (OUTFITTERS) LIMITED

We have audited the financial statements on pages 4 to 13 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 2 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 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 1995 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

..........

Haslers

28 November 1995

Date:.....

Chartered Accountants
Registered Auditor

8 Johnston Road
Woodford Green
Essex
IG8 0XA

JOHN POLLOCK (OUTFITTERS) LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 31 AUGUST 1995

	Notes	1995 £	1994 £
TURNOVER	2	1,117,414	921,641
COST OF SALES		(638,949)	(509,154)
GROSS PROFIT		478,465	412,487
ADMINISTRATIVE EXPENSES		(475,589)	(331,422)
OPERATING PROFIT	3	2,876	81,065
Compulsory Purchase Compensation		313,746	-
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST		316,622	81,065
Other interest receivable and similar income	4	5,197	-
Interest payable and similar charges	5	(2,032)	(6,908)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		319,787	74,157
Tax on profit on ordinary activities	6	(37,500)	(16,322)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		282,287	57,835
Dividends	7	(67,280)	(37,670)
RETAINED PROFIT FOR THE FINANCIAL PERIOD	17	£ 215,007	£ 20,165

There are no recognised gains and losses other than those passing through the profit and loss account.

JOHN POLLOCK (OUTFITTERS) LIMITED

BALANCE SHEET AT AT 31 AUGUST 1995

	Notes	1995 £	1994 £
FIXED ASSETS			
Intangible assets	8	523	592
Tangible assets	9	75,223	57,356
		<u>75,746</u>	<u>57,948</u>
CURRENT ASSETS			
Stocks	10	190,492	265,982
Debtors	11	13,932	24,736
Cash at bank and in hand		138,005	23,259
		<u>342,429</u>	<u>313,977</u>
CREDITORS: amounts falling due within one year	12	(62,564)	(229,488)
NET CURRENT ASSETS		<u>279,865</u>	<u>84,489</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>355,611</u>	<u>142,437</u>
CREDITORS: amounts falling due after more than one year	13	-	(5,833)
PROVISION FOR LIABILITIES AND CHARGES	14	(4,000)	-
		<u>£ 351,611</u>	<u>£ 136,604</u>
CAPITAL AND RESERVES			
Called up share capital	16	14,647	14,502
Profit and loss account	17	336,964	122,102
SHAREHOLDERS' FUNDS	18	<u>£ 351,611</u>	<u>£ 136,604</u>

The financial statements were approved by the Board on 23 November 1995



I. Pollock

Director

JOHN POLLOCK (OUTFITTERS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 1995

1. ACCOUNTING POLICIES

1.1 ACCOUNTING CONVENTION

The financial statements are prepared under the historical cost convention and include the results of the company's operations as indicated in the directors' report, all of which are continuing.

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

1.2 TURNOVER

Turnover represents amounts receivable for goods and services provided in the UK net of VAT and trade discounts.

1.3 GOODWILL

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 13 years.

1.4 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Leasehold properties	-	Straight line over the life of the lease
Fixtures, fittings and equipment	-	10% Reducing balance
Motor vehicles	-	25% Reducing balance

1.5 LEASING AND HIRE PURCHASE COMMITMENTS

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated in accordance with the policy stated above. Obligations under such agreements are included in creditors net of finance charges allocated to future periods. The finance element of the rental payments is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.6 STOCK

Stock is valued at the lower of cost and net realisable value.

1.7 PENSIONS

The pension costs charged in the financial statements represent the contributions payable by the company during the period in accordance with SSAP 24.

JOHN POLLOCK (OUTFITTERS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 1995

1.8 DEFERRED TAXATION

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to crystallise.

2. TURNOVER

The total turnover of the company for the period has been derived from its principal activity wholly undertaken in the U.K.

3. OPERATING PROFIT

	1995	1994
	£	£
Operating profit is stated after charging:		
Depreciation of intangible assets	69	409
Depreciation of tangible assets	21,992	10,366
Hire of plant and machinery	4,134	-
Auditor's remuneration	3,000	-
	<u> </u>	<u> </u>

4. OTHER INTEREST RECEIVABLE AND SIMILAR INCOME

	1995	1994
	£	£
Bank interest receivable	5,197	-
	<u> </u>	<u> </u>
	£ 5,197	£ -
	<u> </u>	<u> </u>

5. INTEREST PAYABLE

	1995	1994
	£	£
On bank loans and overdrafts	100	5,739
Hire purchase interest	1,932	1,169
	<u> </u>	<u> </u>
	£ 2,032	£ 6,908
	<u> </u>	<u> </u>

JOHN POLLOCK (OUTFITTERS) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 1995**

6. TAXATION	1995	1994
	£	£
U.K. Current year taxation		
U.K. Corporation tax at 25% (1994 - 25%)	33,500	16,322
Transfer to deferred taxation	4,000	-
	<hr/>	<hr/>
	£ 37,500	£ 16,322
	<hr/>	<hr/>

7. DIVIDENDS	1995	1994
	£	£
Ordinary interim paid 30 June 1995	-	37,670
'A' Ordinary interim paid 31 March 1995	31,900	-
'A' Ordinary interim paid 1 July 1995	35,380	-
	<hr/>	<hr/>
	£ 67,280	£ 37,670
	<hr/>	<hr/>

8. INTANGIBLE FIXED ASSETS	Goodwill
	£
Cost	
At 1 March 1994 & at 31 August 1995	920
	<hr/>
Provision for diminution in value	
At 1 March 1994	328
Charge for period	69
	<hr/>
At 31 August 1995	397
	<hr/>
Net book value	
At 31 August 1995	£ 523
	<hr/>
At 28 February 1994	£ 592
	<hr/>

JOHN POLLOCK (OUTFITTERS) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 1995**

9. TANGIBLE ASSETS

	Land and Fixtures, buildings fittings & Leasehold equipment (short)		Motor vehicles	Total
	£	£	£	£
Cost				
At 1 March 1994	5,961	76,186	43,908	126,055
Additions	-	3,986	54,222	58,208
Disposals	-	-	(43,908)	(43,908)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 August 1995	5,961	80,172	54,222	140,355
	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation				
At 1 March 1994	1,700	44,640	22,359	68,699
On disposals	-	-	(25,559)	(25,559)
Charge for period	538	5,330	16,124	21,992
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 August 1995	2,238	49,970	12,924	65,132
	<hr/>	<hr/>	<hr/>	<hr/>
Net book values				
At 31 August 1995	£ 3,723	£ 30,202	£ 41,298	£ 75,223
	<hr/>	<hr/>	<hr/>	<hr/>
At 28 February 1994	£ 4,261	£ 31,546	£ 21,549	£ 57,356
	<hr/>	<hr/>	<hr/>	<hr/>

Included above are assets held under finance leases or hire purchase contracts as follows:

	Net book value		Depreciation charge	
	1995	1994	1995	1994
	£	£	£	£
Motor vehicles	-	20,481	-	4,062
	<hr/>	<hr/>	<hr/>	<hr/>

10. STOCKS

	1995	1994
	£	£
Finished goods and goods for resale	<hr/> 190,492	<hr/> 265,982

JOHN POLLOCK (OUTFITTERS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 1995

11.	DEBTORS	1995	1994
		£	£
	Trade debtors	-	210
	ACT recoverable	-	17,531
	Other debtors	2,997	939
	Prepayments and accrued income	10,935	6,056
		<hr/>	<hr/>
		£ 13,932	£ 24,736
		<hr/>	<hr/>
12.	CREDITORS: amounts falling due within one year	1995	1994
		£	£
	Bank loans and overdrafts	-	2,385
	Net obligations under finance lease and hire purchase contracts	-	5,255
	Trade creditors	23,961	135,617
	Corporation tax	7,994	1,496
	Other taxes and social security costs	19,424	63,209
	Directors' current accounts	79	18
	Accruals and deferred income	11,106	21,508
		<hr/>	<hr/>
		£ 62,564	£ 229,488
		<hr/>	<hr/>
13.	CREDITORS: amounts falling due after more than one year	1995	1994
		£	£
	Net obligations under finance leases and hire purchase contracts		
	Repayable within one year	-	5,256
	Repayable between one and five years	-	5,833
		<hr/>	<hr/>
		-	11,089
	Included in current liabilities	-	(5,255)
		<hr/>	<hr/>
		£ -	£ 5,834
		<hr/>	<hr/>

JOHN POLLOCK (OUTFITTERS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 1995

14. PROVISIONS FOR LIABILITIES AND CHARGES

Deferred tax is provided at 25% (1994 - 25%) analysed over the following timing differences:

	Fully Provided	
	1995	1994
	£	£
Accelerated capital allowances	4,000	-
	<hr/>	<hr/>
	£ 4,000	£ -
	<hr/>	<hr/>
Movements on the provision for deferred taxation are:		£
Transferred from profit and loss account		4,000
		<hr/>
At 31 August 1995		£ 4,000
		<hr/>

15. PENSION COSTS

The Company operates a defined contribution scheme and the pension charge represents the amounts payable by the Company to the fund in respect of the period.

16. SHARE CAPITAL

	1995	1994
	£	£
Authorised		
14,800 Ordinary shares of £1 each	14,800	15,000
200 'A' Ordinary shares of £1 each	200	-
	<hr/>	<hr/>
	£ 15,000	£ 15,000
	<hr/>	<hr/>
Allotted, called up and fully paid		
14,502 Ordinary shares of £1 each	14,502	14,502
145 'A' Ordinary shares of £1 each	145	-
	<hr/>	<hr/>
	£ 14,647	£ 14,502
	<hr/>	<hr/>

During the period the authorised share capital of the Company was subdivided into 14,800 £1 Ordinary shares and 200 'A' Ordinary shares. 145 'A' Ordinary shares were issued as a bonus issue.

JOHN POLLOCK (OUTFITTERS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 1995

17.	PROFIT AND LOSS ACCOUNT	1995	1994
		£	£
	Retained profits at 1 March 1994	122,102	101,937
	Retained PROFIT for the period	215,007	20,165
	Bonus issue of shares	(145)	-
		<hr/>	<hr/>
	Retained profits at 31 August 1995	£ 336,964	£ 122,102
		<hr/>	<hr/>
18.	RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS	1995	1994
		£	£
	Profit for the financial period	282,287	57,835
	Dividends	(67,280)	(37,670)
		<hr/>	<hr/>
	Net addition to shareholders' funds	215,007	20,165
	Opening shareholders' funds	136,604	116,439
		<hr/>	<hr/>
	Closing shareholders' funds	£ 351,611	£ 136,604
		<hr/>	<hr/>
19.	DIRECTORS	1995	1994
		£	£
	Remuneration		
	Emoluments	25,830	13,547
		<hr/>	<hr/>
		£ 25,830	£ 13,547
		<hr/>	<hr/>

JOHN POLLOCK (OUTFITTERS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 1995

20. EMPLOYEES

Number of employees

The average weekly number of employees (including directors) during the period was:

	1995 Number	1994 Number
Management	2	2
Sales	6	6
	<u>8</u>	<u>8</u>

Employment costs

	£	£
Wages and salaries	174,603	110,453
Other pension costs	2,111	989
	<u>£ 176,714</u>	<u>£ 111,442</u>