

Company Registration No. 1069599 (England and Wales)

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES
ANNUAL REPORT
FOR THE PERIOD ENDED 29 SEPTEMBER 2007

THURSDAY



A5P3Q10M

A31

24/07/2008

384

COMPANIES HOUSE

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

DIRECTORS AND ADVISERS

Directors	John Robinson Charles Atterton Belle Robinson Karen Fuller Colin Bryant Katherine Torpey Paul Owers Louise Trotter (Appointed 13 November 2006)
Secretary	Anna Matthews
Company number	1069599
Registered office	159 Mortlake Road Kew Surrey United Kingdom TW9 4AW
Registered auditors	Simmons Gainsford LLP 7/10 Chandos Street Cavendish Square London W1G 9DQ
Business address	159 Mortlake Road Kew Surrey United Kingdom TW9 4AW

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

CONTENTS

	Page
Directors' report	1 - 4
Independent auditors' report	5 - 6
Consolidated profit and loss account	7
Balance sheets	8
Consolidated cash flow statement	9
Notes to the consolidated cash flow statement	10
Notes to the financial statements	11 - 29

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

DIRECTORS' REPORT

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

The directors present their report and financial statements for the period ended 29 September 2007

Directors

The following directors have held office since 1 October 2006

John Robinson
Charles Atterton
Belle Robinson
Karen Fuller
Colin Bryant
Katherine Torpey
Paul Owers
Rebecca Elderfield
Louise Trotter

(Resigned 31 December 2006)
(Appointed 13 November 2006)

Principal activities and review of the business

The principal activities of the company and its subsidiaries referred to herein as 'the group' are the design, manufacture and retail sale of clothing and accessories under the 'Jigsaw', 'Jigsaw Junior', 'Kew' and 'The Shop at Bluebird' brands

As shown in the group's profit and loss account on page 7, the group made a profit before tax of £2.3m (2006 £6.7m). This result is due to a combination of factors, in particular increasing rents and business rates payable, the high costs involved in establishing new brands and businesses, and competitive trading conditions on the high street.

Group Net Sales decreased by £5 million to £84.6 million (2006 £89.6m) reflecting the company's focus on margin and cost management rather than top line growth for its own sake. The store portfolio expanded slightly in the UK and USA where suitable sites were identified. The group's store opening programs are discussed in more detail below.

The group's gross margin has decreased by 1.6% from 64.5% to 62.9%. The group benefited from the weaker HK\$ during the period, although much of this gain was passed on to customers, in line with long established pricing policy.

Jigsaw

At a company level, Jigsaw made a profit before tax of £6.19m (2006 £8.48m). The decrease in profit before tax was mainly due to a fall in sales from £64.9m to £58.7m but which was offset by an increase in achieved gross margin to 64.2% (2006 62.2%).

During the year, Jigsaw opened only one new UK store in Chichester. It relocated its store in Bath to larger premises, and closed its store in Dublin. This brought the total number of stand alone stores in the UK to 46 at year end. A number of openings, relocations and closures are planned for 2008, along with the opening of concessions in selected branches of John Lewis Department stores. A fully transactional Jigsaw website is being launched in Autumn 2008.

Jigsaw continued to expand its USA store portfolio with the opening of three new stand alone stores. This brought the total number of stand alone stores in the US at year end to seven. During the year the US concession business, which had been used initially as a means to enter the US market, began to be wound down, with the remaining concession stores due to close in Summer 2008. More stand alone stores are due to open in the US in the future.

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

DIRECTORS' REPORT (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

Kew

Kew was launched as the group's new brand in September 2003. At the time of the launch it was acknowledged that it may take several years for Kew to reach profitability. During the financial year under consideration Kew made a loss of £2.65m (2006: £1.15m). Net sales decreased by 3.9% to £20.5m (2006: £21.3m) whilst the gross margin increased slightly from 57.3% to 57.7%.

Kew's strategic priority has been to develop its own handwriting and identity, distinct from Jigsaw, and to put in place its own personnel and operations. Unfortunately Kew's progress is not yet reflected in its financial results. Kew-Online, the company's mail order and e-commerce business has grown significantly and an upgraded website is opening in Autumn 2008.

During the year, Kew opened one new store and closed one store. A modest number of openings and closures are planned for 2008-2009, although the company's focus is on improving like-for-like sales from existing branches.

The Shop at Bluebird

In November 2005, RWH (Bluebird) Ltd trading as 'The Shop at Bluebird', opened on the Kings Road in London. This is a stand alone store and is a constantly evolving concept. It sells an eclectic mix of womenswear and menswear from leading fashion designers along with accessories, furniture and limited edition books, etc. In its second year of trading, The Shop at Bluebird reduced its loss to £1.08m to £0.8m.

Sales have grown year-on-year since opening, as the Shop has developed its niche position and loyal clientele. The company's main objective is to improve profitability by focusing on sales growth and improved gross margin from reduced discounting, as buying and the brand mix continues to improve.

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

DIRECTORS' REPORT (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

Principal Risks and Uncertainties

Jigsaw, as the principal company within the group, is a well established brand, with a loyal following and a distinct identity. It has enjoyed many years of successful growth and profitability. It should be recognised that the group's business revolves around fashion and its success depends on its ability to produce and sell ranges of affordable garments which are attractive to customers. Whilst the group focuses on achieving this through its experienced, in-house design teams, it is not always possible to confidently predict the reaction from potential customers to each season's new collection.

The volatility in the propensity of customers to spend, and their desire to spend within the group's stores as opposed to its competitors has a significant impact on sales growth. A customer's propensity to spend is impacted by economic factors such as rising interest rates, house prices and disposable income after necessities. This has become particularly evident in the current economic environment.

Meanwhile, in contrast to its potentially variable turnover, the group has a largely inflexible cost base, and along with most other high street retailers, is subject to increases in rental values which have been well in excess of the underlying rate of inflation. To counteract this risk, the group is increasing its activities that are not linked to traditional UK leases, including variable rents (concessions), e-commerce, overseas and licensing. Also, the Cabbages & Roses brand is increasing its wholesale business.

Jigsaw did not chase growth in the boom years. The company remains in a secure position to weather an economic downturn and complete its own brand repositioning. The group has a strong balance sheet with assets and reserves sufficient to support its current strategy for Kew, the Shop at Bluebird and Cabbages & Roses.

Treasury risks exist in the form of exposure to fluctuations in the value of the Hong Kong dollar and Euro against Sterling which have a direct impact on gross margin.

Finally, the group has embarked on an ambitious program of changing its management information systems. After a decade with a range of suppliers, the group is moving to a single core system, based on MS Dynamics. The planned advantages are numerous but 'IT projects' carry inherent risk, primarily during the period of migration from one system to another. The in-house team and external advisers / suppliers have taken steps to minimise risk during the process. Completion is scheduled for the end of 2008.

Results and dividends

The consolidated profit and loss account for the period is set out on page 7.

The consolidated profit and loss account is set out on page 7 and shows the profit for the period.

Market value of land and buildings

In the opinion of the directors the market value of land and buildings is not less than their book value.

Charitable Donations

During the year the group made charitable donations of £35,894 (2006 £43,106). No political contributions were made.

Employee involvement

Group employment policies respect the individual and offer career opportunities regardless of gender, race or religion. Full and fair consideration is given to the opportunities for training and development of people with disabilities according to their skills and capacity.

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

DIRECTORS' REPORT (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

Disabled persons

The group's policy is to recruit disabled workers for those vacancies that they are able to fill. All necessary assistance with initial training courses is given. Once employed, a career plan is developed so as to ensure suitable opportunities for each disabled person. Arrangements are made, wherever possible, for retraining employees who become disabled, to enable them to perform work identified as appropriate to their aptitudes and abilities.

Creditor payment policy

The company's current policy concerning the payment of trade creditors is to

- settle the terms of payment with suppliers when agreeing the terms of each transaction;
- ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts, and
- pay in accordance with the company's contractual and other legal obligations

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Simmons Gainsford LLP be reappointed as auditors of the group will be put to the Annual General meeting.

Directors' responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the group and of the profit or loss of the group 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,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business.

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and the group and 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the group's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the group's auditors are aware of that information.

By order of the board



Anna Matthews

Secretary

21st July 2008

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS OF ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

We have audited the group and parent company financial statements (the "financial statements") of Robinson Webster (Holdings) Limited and its subsidiaries for the period ended 29 September 2007 set out on pages 7 to 29. These financial statements have been prepared under 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 auditors' 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

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the directors' report is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions 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 International Standards on Auditing (UK and Ireland) 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 and the group'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.

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE SHAREHOLDERS OF ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

Qualified opinion arising from departure from accounting standards

No provision has been made for the value of share options granted during the period in accordance with FRS (Financial Reporting Standard) 20 , and we have been unable to quantify the effects of inclusion of such a provision. Such a provision would reduce the group profit for the year but would not affect the state of the group and the company's affairs at 29 September 2007

Except for the absence of this provision, in our opinion the financial statements give a true and fair view of the state of the company's affairs as at 29 September 2007 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the group's and parent company's affairs as at 29 September 2007 and of the group's profit for the period then ended,
- the information given in the directors' report is consistent with the financial statements


Simmons Gainsford LLP

Chartered Accountants
Registered Auditor

22/7/08

7/10 Chandos Street
Cavendish Square
London
W1G 9DQ

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

	Notes	£'000	2007 £'000	2006 £'000
Turnover	2	84,665		
Less Share of turnover of joint venture		(391)		
			84,274	89,480
Cost of sales			(31,259)	(31,807)
Gross profit			53,015	57,673
Administrative expenses			(53,329)	(51,949)
Other operating income			1,337	211
Operating profit	3		1,023	5,935
Share of operating profit of joint ventures and associates			215	82
Profit/loss on disposal of fixed investment		615		
			615	-
Profit on ordinary activities before interest			1,853	6,017
Other interest receivable and similar income			661	701
Amounts written off investments	4		(248)	-
Profit on ordinary activities before taxation			2,266	6,718
Tax on profit on ordinary activities	6		(1,209)	(2,479)
Profit on ordinary activities after taxation			1,057	4,239
Minority interests			177	26
Profit for the financial period	7		1,234	4,265

The profit and loss account has been prepared on the basis that all operations are continuing operations

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

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS

AS AT 29 SEPTEMBER 2007

	Notes	Group 2007 £'000	2006 £'000	Company 2007 £'000	2006 £'000
Fixed assets					
Intangible assets	9	312	346	283	312
Tangible assets	10 and 11	29,160	28,994	21,154	19,689
Investments	12	1,961	2,195	9,536	9,008
		<u>31,433</u>	<u>31,535</u>	<u>30,973</u>	<u>29,009</u>
Current assets					
Stocks	13	15,098	18,098	9,286	10,335
Debtors	14	11,704	11,646	22,817	22,476
Cash at bank and in hand		8,277	8,006	2,668	3,332
		<u>35,079</u>	<u>37,750</u>	<u>34,771</u>	<u>36,143</u>
Creditors: amounts falling due within one year	15	<u>(13,487)</u>	<u>(16,343)</u>	<u>(8,456)</u>	<u>(10,914)</u>
Net current assets		<u>21,592</u>	<u>21,407</u>	<u>26,315</u>	<u>25,229</u>
Total assets less current liabilities		<u>53,025</u>	<u>52,942</u>	<u>57,288</u>	<u>54,238</u>
Creditors: amounts falling due after more than one year	16	<u>(29)</u>	<u>(29)</u>	<u>-</u>	<u>-</u>
		<u>52,996</u>	<u>52,913</u>	<u>57,288</u>	<u>54,238</u>
Capital and reserves					
Called up share capital	18	90	90	90	90
Other reserves	19	5	5	5	5
Profit and loss account	19	53,078	52,844	57,193	54,143
Shareholders' funds	21	<u>53,173</u>	<u>52,939</u>	<u>57,288</u>	<u>54,238</u>
Minority interests	20	<u>(177)</u>	<u>(26)</u>	<u>-</u>	<u>-</u>
		<u>52,996</u>	<u>52,913</u>	<u>57,288</u>	<u>54,238</u>

Approved by the Board and authorised for issue on 21st July 2008.

Charles Atterton
Director

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 29 SEPTEMBER 2007

	£'000	2007 £'000	£'000	2006 £'000
Net cash inflow from operating activities		6,284		8,566
Returns on investments and servicing of finance				
Interest received	661		701	
Interest paid	-		(9)	
Net cash inflow for returns on investments and servicing of finance		661		692
Taxation		(5,224)		(5,174)
Capital expenditure and financial investment				
Net Payments to acquire tangible assets	(166)		(8,323)	
Net Payments to acquire investments	234		(1,017)	
Net cash outflow for capital expenditure		68		(9,340)
Net cash outflow for acquisitions and disposals		-		-
Equity dividends paid		(1,000)		(1,000)
Net cash inflow /(outflow) before management of liquid resources and financing		789		(6,256)
Increase/(decrease) in cash in the period		789		(6,256)

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 29 SEPTEMBER 2007

1	Reconciliation of operating profit to net cash inflow from operating activities	2007 £'000	2006 £'000
	Operating profit	1,023	5,935
	Depreciation of tangible assets	4,642	4,614
	Amortisation of intangible assets	34	514
	Profit on disposal of tangible assets	(839)	(67)
	Decrease/(increase) in stocks	3,000	(5,133)
	(Increase)/decrease in debtors	(58)	10
	(Decrease)/Increase in creditors within one year	(1,513)	2,542
	Net effect of foreign exchange differences	(5)	151
	Net cash inflow from operating activities	6,284	8,566

2	Analysis of net funds	1 October 2006 £'000	Cash flow £'000	Other non-cash changes £'000	29 September 2007 £'000
	Net cash				
	Cash at bank and in hand	8,006	271	-	8,277
	Bank overdrafts	(546)	518	-	(28)
		7,460	789	-	8,249
	Debts falling due after one year	(29)	-	-	(29)
	Net funds	7,431	789	-	8,220

3	Reconciliation of net cash flow to movement in net debt	2007 £'000	2006 £'000
	Increase/(decrease) in cash in the period	789	(6,227)
	Cash outflow/(inflow) from decrease/(increase) in debt	-	(29)
	Movement in net funds in the period	789	(6,256)
	Opening net funds	7,431	13,687
	Closing net funds	8,220	7,431

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

1.2 Compliance with and departure from accounting standards

No provision has been made for the value of share options granted during the period in accordance with FRS (Financial Reporting Standard) 20, as the directors are of the opinion that this will give a misleading view

1.3 Basis of consolidation

The consolidated profit and loss account and balance sheet include the results of the company and all its subsidiaries with the exception of Promcase Limited, which remained dormant during the period

The results of subsidiaries acquired or disposed of during the period are included in the consolidated profit and loss account from the date of their acquisition or up to the date of their disposal. Acquisition accounting has been used for subsidiaries acquired in the year.

Intra group sales and profits are eliminated on consolidation and all sales and profit figures relate to external transactions only.

Goodwill arising on consolidation is written off against reserves

1.4 Associated undertakings and joint ventures

The group's share of profits less losses of associated undertakings is included in the consolidated profit and loss account, and the group's share of their net assets is included in the consolidated balance sheet. These amounts are taken from the latest financial statements of the undertakings concerned. The gross equity method has been used to account for joint ventures.

1.5 Turnover

Turnover, which excludes value added tax and sales between group companies, represents the invoiced value of goods and services supplied, and includes royalties.

1.6 Goodwill

Purchased goodwill is written off in the year of acquisition.

1.7 Trademarks

Significant costs of trademark investments are capitalised in the balance sheet where the directors consider there to be an enduring benefit to the company. The cost of assets so acquired are amortised over the lesser of 20 years or the estimated useful life.

1.8 Tangible fixed assets and depreciation

Tangible fixed assets include investment properties valued by either directors or qualified chartered surveyors on an existing use open market value basis. Other tangible fixed assets other than freehold land 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:

Land and buildings Freehold	2% straight line
Land and buildings Leasehold	Over remaining life of lease
Plant and equipment	25 % straight line
Shop refurb, fixtures, fittings & equip	20% straight line
Motor vehicles	25% straight line

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

1 Accounting policies

(continued)

Investment properties are included in the balance sheet at their open market value. Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years.

Although this accounting policy is in accordance with the applicable accounting standard, SSAP 19, Accounting for investment properties, it is a departure from the general requirement of the Companies Act 1985 for all tangible assets to be depreciated. In the opinion of the directors compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified.

1.9 Leasing

Rentals payable under operating leases are charged to profit and loss account.

1.10 Investments

Investments held as fixed assets are stated at cost less any provision for impairment in value.

1.11 Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

1.12 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the period in accordance with FRS 17.

1.13 Deferred taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.14 Foreign currency translation

The trading transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the relevant dates. The exchange differences arising are therefore dealt with in the profit and loss account. Monetary assets and liabilities in foreign currency are translated at the exchange rate ruling at the balance sheet date.

1.15 Leasehold property acquisition costs

Premiums paid and legal and professional costs incurred in the acquisition of leasehold properties are capitalised and written off over the initial period of the lease.

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

2 Segmental analysis by class of business

The analysis by class of business of the company's turnover and profit before taxation is set out as below

Turnover

	2007	2006
	£'000	£'000
Class of business		
Sale of clothing and accessories	84,002	88,922
Royalties	272	558
Share of turnover of joint venture	391	166
	<u>84,665</u>	<u>89,646</u>

The turnover of the joint venture relates to rent receivable totalling £391,793 (2006 £166,070)

3 Operating profit

	2007	2006
	£'000	£'000
Operating profit is stated after charging		
Depreciation of intangible assets	34	514
Depreciation of tangible assets	4,642	4,614
Operating lease rentals	12,779	11,997
Auditors' remuneration (company £56 6k, 2006 £50 7k)	105	91
and after crediting		
Rents receivable	219	189
Government grants	8	8
Profit on disposal of tangible assets	<u>839</u>	<u>67</u>

4 Amounts written off investments

	2007	2006
	£'000	£'000
Amounts written off fixed asset investments		
- permanent diminution in value	250	-
Amounts written off investments in prior years written back		
- fixed assets	<u>(2)</u>	<u>-</u>
	<u>248</u>	<u>-</u>

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

6	Taxation	2007 £'000	2006 £'000
	Domestic current year tax		
	U K corporation tax	970	2,295
	Adjustment for prior years	209	-
	Share of tax of associated company	-	67
		<u>1,179</u>	<u>2,362</u>
	Foreign corporation tax		
	Foreign corporation tax	143	117
	Adjustment for prior years	(113)	-
		<u>30</u>	<u>-</u>
	Current tax charge	<u>1,209</u>	<u>2,479</u>
	Factors affecting the tax charge for the period		
	Profit on ordinary activities before taxation	<u>2,266</u>	<u>6,718</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00% (2006 - 30.00%)	<u>680</u>	<u>2,015</u>
	Effects of		
	Non deductible expenses	457	491
	Depreciation add back	1,392	1,245
	Capital allowances	(687)	(693)
	Foreign tax adjustments	(3)	-
	Group relief	(963)	(514)
	Other tax adjustments	333	(65)
		<u>529</u>	<u>464</u>
	Current tax charge	<u>1,209</u>	<u>2,479</u>

7 Profit for the financial year

As permitted by section 230 of the Companies Act 1985, the holding company's profit and loss account has not been included in these financial statements. The profit for the financial year is made up as follows:

	2007 £'000	2006 £'000
Holding company's profit for the financial year	<u>4,050</u>	<u>6,159</u>

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

8	Dividends	2007	2006
		£'000	£'000
	Ordinary interim paid	1,000	1,000

9	Intangible fixed assets			
	Group			
		Trademarks	Goodwill	Total
		£'000	£'000	£'000
	Cost			
	At 1 October 2006 & at 29 September 2007	617	50	667
	Amortisation			
	At 1 October 2006	271	50	321
	Charge for the period	34	-	34
	At 29 September 2007	305	50	355
	Net book value			
	At 29 September 2007	312	-	312
	At 30 September 2006	346	-	346

Intangible fixed assets Company

		Trademarks
		£'000
	Cost	
	At 1 October 2006 & at 29 September 2007	579
	Amortisation	
	At 1 October 2006	267
	Charge for the period	29
	At 29 September 2007	296
	Net book value	
	At 29 September 2007	283
	At 30 September 2006	312

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

10 Tangible fixed assets

Group

	Land and buildings Freehold	Land and buildings Leasehold	Plant and equipment	Shop refurb, fixtures, fittings & equip	Motor vehicles	Total
	£'000	£'000	£'000	£'000	£'000	£'000
Cost						
At 1 October 2006	10,192	2,861	712	37,779	1,050	52,594
Exchange differences	(2)	(24)	-	(102)	(2)	(130)
Additions	20	170	58	4,836	82	5,166
Disposals	(7)	(174)	-	(983)	(64)	(1,228)
At 29 September 2007	10,203	2,833	770	41,530	1,066	56,402
Depreciation						
At 1 October 2006	1,053	1,061	507	23,104	758	26,483
Exchange differences	(1)	(1)	-	8	-	6
On disposals	-	(85)	-	(871)	(50)	(1,006)
Charge for the period	172	183	90	4,050	147	4,642
At 29 September 2007	1,224	1,158	597	26,291	855	30,125
Net book value						
At 29 September 2007	8,979	1,675	173	15,239	211	26,277
At 30 September 2006	9,139	1,802	204	14,675	291	26,111

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

Tangible fixed assets (continued)

Company

	Land and buildings Freehold	Land and buildings Leasehold	Plant and equipment	Shop refurb, fixtures, fittings & equip	Motor vehicles	Total
	£'000	£'000	£'000	£'000	£'000	£'000
Cost						
At 1 October 2006	10,191	1,610	308	29,991	786	42,886
Additions	20	152	7	4,118	72	4,369
Disposals	(7)	(174)	-	(759)	(64)	(1,004)
At 29 September 2007	10,204	1,588	315	33,350	794	46,251
Depreciation						
At 1 October 2006	1,052	838	277	20,412	619	23,198
On disposals	-	(85)	-	(752)	(47)	(884)
Charge for the period	172	76	16	2,438	81	2,783
At 29 September 2007	1,224	829	293	22,098	653	25,097
Net book value						
At 29 September 2007	8,980	759	22	11,252	141	21,154
At 30 September 2006	9,139	772	31	9,579	168	19,689

11 Tangible fixed assets

Investment properties

	Group £'000	Company £'000
Cost		
At 1 October 2006 & at 29 September 2007	2,883	-
Depreciation		
At 1 October 2006 & at 29 September 2007	-	-
Net book value		
At 29 September 2007	2,883	-
At 30 September 2006	2,883	-

The directors consider that the market value of the property, on an open market basis, is not materially different to its cost and that no revaluation is necessary. No depreciation is provided in respect of this property.

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

12 Fixed asset investments Group

	Unlisted investments	Shares in participating interests	Total
	£'000	£'000	£'000
Cost			
At 1 October 2006	573	1,626	2,199
Additions	250	213	463
Disposals	-	(449)	(449)
At 29 September 2007	823	1,390	2,213
Provisions for diminution in value			
At 1 October 2006	4	-	4
Provision written back	(2)	-	(2)
Charge for the period	250	-	250
At 29 September 2007	252	-	252
Net book value			
At 29 September 2007	571	1,390	1,961
At 30 September 2006	569	1,626	2,195

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

12 Fixed asset investments

(continued)

Fixed asset investments

Company

	Unlisted investments	Shares in participating interests	Shares in group undertakings	Total
	£'000	£'000	£'000	£'000
Cost				
At 1 October 2006	125	1,661	7,272	9,058
Additions	-	-	2,000	2,000
Reclassification	-	1,000	(1,000)	-
Disposals	-	(449)	(23)	(472)
At 29 September 2007	125	2,212	8,249	10,586
Provisions for diminution in value				
At 1 October 2006	-	-	50	50
Charge for the period	-	-	1,000	1,000
At 30 September 2006	-	-	1,050	1,050
Net book value				
At 29 September 2007	125	2,212	7,199	9,536
At 30 September 2006	125	1,661	7,222	9,008

In the opinion of the directors, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies

Company	Country of registration or incorporation	Shares held	
		Class	%
Subsidiary undertakings			
Kew 159 Limited	England & Wales	Ordinary	100
Robinson Webster Production Limited	England & Wales	Ordinary	100
Robinson Webster International (Holdings) BV	Netherlands	Ordinary	100
Motley Investments Limited	England & Wales	Ordinary	100
Kew Distribution Limited	England & Wales	Ordinary	100
Bonfine Limited	Hong Kong	Ordinary	100
RWH (Bluebird) Limited	England & Wales	Ordinary	100

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

12 Fixed asset investments (continued)

Jigsaw USA (Delaware) Inc [']	USA	Ordinary	75
Jigsaw USA (Georgia) Inc ^{**'}	USA	Ordinary	75
Jigsaw USA (Tennessee) Inc ^{***}	USA	Ordinary	75
Jigsaw USA Inc ^{**'}	USA	Ordinary	75
Jigsaw USA (Alabama) Inc ^{**'}	USA	Ordinary	75
Cabbages & Roses Limited	England & Wales	Ordinary	75
Participating interests			
Talisman Antiques Limited	England & Wales	Ordinary	49
Design & Consulting SRL"	Romania	Ordinary	50
MD Studio Limited"	England & Wales	Ordinary	25
Bellamy's of Bruton Place Limited"	England & Wales	Ordinary	28
79/91 New Kings Road Limited	England & Wales	Ordinary	50
Other significant interests			
Storefit (UK) Limited"	England & Wales	Ordinary	5

The principal activity of these undertakings for the last relevant financial year was as follows

	Principal activity
Kew 159 Limited	Clothing retailer
Robinson Webster Production Limited	Manufacturing company
Robinson Webster International (Holdings) BV	Holding company
Motley Investments Limited	Investment company
Kew Distribution Limited	Property holding
Bonfine Limited	Manufacturing / buying agent
RWH (Bluebird) Limited	Retailer
Jigsaw USA (Delaware) Inc [']	Holding company
Jigsaw USA (Georgia) Inc ^{**'}	Clothing retailer
Jigsaw USA (Tennessee) Inc ^{***}	Clothing retailer
Jigsaw USA Inc ^{**'}	Clothing retailer
Jigsaw USA (Alabama) Inc ^{**'}	Clothing retailer
Cabbages & Roses Limited	Clothing, homewares & fabric retailer
Talisman Antiques Limited	Antiques retailer
Design & Consulting SRL"	Property holding
MD Studio Limited"	Clothing & homewares retailer
Bellamy's of Bruton Place Limited"	Restaurant
79/91 New Kings Road Limited	Property investment

^{**} - These companies are 100% wholly owned subsidiaries of Jigsaw USA (Delaware) Inc

['] - Based on unaudited management accounts

" - No figures available for consolidation

The investment in 79/91 New Kings Road Limited is a joint venture

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

13 Stocks and work in progress

	Group 2007 £'000	2006 £'000	Company 2007 £'000	2006 £'000
Raw materials and consumables	2,231	1,048	1,992	977
Work in progress	15	541	15	390
Finished goods and goods for resale	12,852	16,509	7,279	8,968
	<u>15,098</u>	<u>18,098</u>	<u>9,286</u>	<u>10,335</u>

14 Debtors

	Group 2007 £'000	2006 £'000	Company 2007 £'000	2006 £'000
Trade debtors	110	439	64	20
Amounts owed by group undertakings	-	-	15,745	14,750
Amounts owed by participating interests	3,031	3,093	1,216	1,618
ACT recoverable	126	126	126	126
Other debtors	2,191	2,106	1,609	2,028
Prepayments and accrued income	6,246	5,882	4,057	3,934
	<u>11,704</u>	<u>11,646</u>	<u>22,817</u>	<u>22,476</u>

Amounts falling due after more than one year and included in the debtors above are

	Group 2007 £'000	2006 £'000	Company 2007 £'000	2006 £'000
Loans to directors (within other debtors)	510	510	510	510
Amounts owed by group undertakings	-	-	13,909	13,572
Amounts owed by participating interests	1,199	1,399	1,199	1,399
	<u>1,709</u>	<u>1,909</u>	<u>15,618</u>	<u>15,481</u>

Included in other debtors due after more than one year are interest free loans made to Charles Atterton, Karen Fuller and Katherine Torpey, directors of the company

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

15 Creditors : amounts falling due within one year

	Group 2007 £'000	2006 £'000	Company 2007 £'000	2006 £'000
Bank loans and overdrafts	28	546	-	-
Trade creditors	7,544	7,890	4,440	3,969
Amounts owed to group undertakings	-	-	1,665	1,883
Amounts owed to participating interests	5	-	5	-
Corporation tax	(118)	1,053	(194)	968
Taxes and social security costs	1,385	1,399	771	705
Directors current accounts	11	11	-	-
Other creditors	802	1,148	628	1,004
Accruals and deferred income	3,830	4,296	1,141	2,385
	<u>13,487</u>	<u>16,343</u>	<u>8,456</u>	<u>10,914</u>

16 Creditors : amounts falling due after more than one year

	Group 2007 £'000	2006 £'000	Company 2007 £'000	2006 £'000
Other loans	<u>29</u>	<u>29</u>	<u>-</u>	<u>-</u>
Analysis of loans				
Wholly repayable within five years	<u>29</u>	<u>29</u>	<u>-</u>	<u>-</u>
	<u>29</u>	<u>29</u>	<u>-</u>	<u>-</u>
Loan maturity analysis				
In more than one year but not more than two years	<u>29</u>	<u>29</u>	<u>-</u>	<u>-</u>

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

17 Pension costs

The group operates defined contribution pension schemes. The assets of the schemes are held separately from those of the group in independently administered funds. The pension cost charge represents contributions payable by the group to the funds.

Defined contribution

	2007 £'000	2006 £'000
Contributions payable by the group for the period	113	109

18 Share capital

	2007 £'000	2006 £'000
Authorised		
500,000 ordinary shares of £1 each	500	500
Allotted, called up and fully paid		
90,250 ordinary shares of £1 each	90	90

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

19 Statement of movements on reserves

Group

	Capital redemption reserve £'000	Profit and loss account £'000
Balance at 1 October 2006	5	52,844
Profit for the period	-	1,234
Dividends paid	-	(1,000)
Balance at 29 September 2007	5	53,078

Other reserves

Capital redemption reserve

Balance at 1 October 2006 & at 29 September 2007

5

Company

	Capital redemption reserve £'000	Profit and loss account £'000
Balance at 1 October 2006	5	54,143
Profit for the year	-	4,050
Dividends paid	-	(1,000)
Balance at 29 September 2007	5	57,193

20 Minority interests

	2007 £'000	2006 £'000
Minority interests' share of net assets and liabilities in subsidiary undertakings	(177)	(26)

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

21 Reconciliation of movements in shareholders' funds	2007	2006
Group	£'000	£'000
Profit for the financial period	1,234	4,265
Dividends	(1,000)	(1,000)
	<hr/>	<hr/>
Net addition to shareholders' funds	234	3,265
Opening shareholders' funds	52,939	49,674
	<hr/>	<hr/>
Closing shareholders' funds	53,173	52,939
	<hr/>	<hr/>
Company	2007	2006
	£'000	£'000
Profit for the financial year	4,050	6,158
Dividends	(1,000)	(1,000)
	<hr/>	<hr/>
Net addition to shareholders' funds	3,050	5,158
Opening shareholders' funds	54,238	49,080
	<hr/>	<hr/>
Closing shareholders' funds	57,288	54,238
	<hr/>	<hr/>

22 Contingent liabilities

Group

The group has duty deferment guarantees of £2,500,000 (2006 £1,350,000)

Company

The company has a duty deferment guarantee of £1,500,000 (2006 £750,000)

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

23 Financial commitments

At 29 September 2007 the group had annual commitments under non-cancellable operating leases as follows

	Land and buildings	
	2007	2006
	£'000	£'000
Expiry date		
Within one year	110	327
Between two and five years	2,554	1,652
In over five years	9,480	10,756
	<u>12,144</u>	<u>12,735</u>

At 29 September 2007 the company had annual commitments under non-cancellable operating leases as follows

	Land and buildings	
	2007	2006
	£'000	£'000
Expiry date		
Within one year	96	303
Between two and five years	1,725	983
In over five years	6,108	7,230
	<u>7,929</u>	<u>8,516</u>

24 Capital commitments

	Group		Company	
	2007	2006	2007	2006
	£'000	£'000	£'000	£'000
Contracted for but not provided in the financial statements	71	332	71	301
Authorised but not contracted for	2,582	3,597	2,582	3,597
	<u>2,653</u>	<u>3,929</u>	<u>2,653</u>	<u>3,898</u>

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

25 Directors' emoluments	2007 £'000	2006 £'000
Emoluments for qualifying services	2,012	1,995
Company pension contributions to money purchase schemes	15	15
Compensation for loss of office	-	505
	<u>2,027</u>	<u>2,515</u>

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 3 (2006 3)

Emoluments disclosed above include the following amounts paid to the highest paid director

Emoluments for qualifying services	445	210
Compensation for loss of office	-	505

26 Transactions with directors

The following directors had interest free loans during the period The movement on these loans are as follows

	Amount outstanding		Maximum
	2007	2006	in period
	£'000	£'000	£'000
John Robinson	-	32	27
Charles Atterton	400	401	407
Belle Robinson	-	4	7
Karen Fuller	105	105	105
Colin Bryant	-	5	-
Katherine Torpey	5	5	5

During the period a motor vehicle with a net book value of £16,154 was sold to R Elderfield for £1

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

27 Employees

Number of employees

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

	2007 Number	2006 Number
UK	1,283	1,179
Rest of Europe	17	17
Asia	28	27
USA	32	15
	<u>1,360</u>	<u>1,238</u>

Employment costs

	2007 £'000	2006 £'000
Wages and salaries	19,934	19,045
Social security costs	1,792	1,741
Other pension costs	113	109
	<u>21,839</u>	<u>20,895</u>

28 Control

The ultimate controlling party is the director, John Robinson

ROBINSON WEBSTER (HOLDINGS) LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 SEPTEMBER 2007

29 Related party transactions

Group

(a) During the period the company received rent of £9,000 (2006 £9,000) from JG Robinson, a director, in respect of a plot of land leased from the company

(b) During the period the company made purchases of £96,250 (2006 £16,544) from Talisman Antiques Limited, an associate company, on an arms length basis. There was balance outstanding at year end was £5,287 (2006 £Nil)

(c) During the year the company charged Talisman Antiques Limited £15,389 (2006 £Nil) for the provision of bookkeeping and accounting services. The balance outstanding at year end was £Nil (2006 £Nil)

(d) During the period RWH (Bluebird) Limited, a 100% owned subsidiary of the company, made purchases of £17,022 (2006 £2,929) and earned commission of £1,560 (2006 £Nil) from Talisman Antiques Limited. The balance outstanding at year end was £Nil (2006 £2,929)

(e) During the period Motley Investments Limited charged interest of £33,140 (2006 £27,316) on outstanding loans to Talisman Antiques Limited. The balance outstanding at year end was £Nil (2006 £7,490)

(f) During the period the company repaid the loan of £150,000 to 79/91 New Kings Road Limited, a joint venture company, on an arms length basis. The balance outstanding at year end was £Nil (2006 £150,000). This loan is due to be repaid within one year.

(g) During the year the company charged 79/91 New Kings Road Limited £10,618 (2006 £9,721) for the provision of bookkeeping and accounting services. The balance outstanding at year end was £Nil (2006 £9,721)

(h) During the period the company charged interest of £1,944 (2006 £1,870) to Storefit (UK) Limited, an associate company, on an arms length basis. The balance receivable at year end was £Nil (2006 £Nil)

(i) During the period the company charged interest of £14,417 (2006 £13,494) to MD Studios Limited, an associate company. The balance receivable at year end was £39,511 (2006 £25,094)

(j) During the period interest of £68,363 (2006 £59,185) accrued on the £1,000,000 loan to Ken Bolan, a director of Talisman Antiques Limited and a 50 percent shareholder in 79/91 New Kings Road Limited. The interest receivable at the year end was £24,000 (2006 £59,185)

(k) During the period interest of £13,734 (2006 £13,221) accrued on the unsecured loan notes held in Bellamy's. The total accrued interest receivable on the loan notes at year end was £42,158 (2006 £28,424)