

BLOOMING MARVELLOUS LIMITED
(Company number 1493031)

ABBREVIATED FINANCIAL STATEMENTS
30 June 1995

NYMAN LIBSON PAUL
CHARTERED ACCOUNTANTS
REGINA HOUSE
124 FINCHLEY ROAD
LONDON NW3 5JS



NLP/AP

BLOOMING MARVELLOUS LIMITED

ABBREVIATED FINANCIAL STATEMENTS
Year ended 30 June 1995

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BLOOMING MARVELLOUS LIMITED

REPORT OF THE DIRECTORS

The directors present their annual report and the abbreviated financial statements of the company for the year ended 30 June 1995.

PRINCIPAL ACTIVITY

The principal activity of the company is that of marketing and selling maternity wear and childrens' wear.

BUSINESS REVIEW

The results for the year are shown on page 5 of the abbreviated financial statements.

DIVIDENDS

The directors do not propose the payment of a final dividend.

FIXED ASSETS

Changes in fixed assets are shown in note 7 to the abbreviated financial statements.

DIRECTORS

The directors who served during the year and their beneficial interest in shares of the company were:

		1995	1994
		Ordinary shares of £1 each	
J B Lever	- 'A' shares	275	275
V E Pringle	- 'B' shares	225	225
S S Kumar	(appointed 1.11.94)	-	-
S R Fox	(appointed 1.11.94)	-	-
R K Macrae	(appointed 15.12.94)	-	-
J M Milan	(appointed 15.12.94)	-	-

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BLOOMING MARVELLOUS LIMITED

REPORT OF THE DIRECTORS (continued)

STATEMENT OF 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 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.

AUDITORS

A resolution to re-appoint Nyman Libson Paul as auditors to the company will be proposed at the forthcoming Annual General Meeting.

On behalf of the Board



V E PRINGLE
Director

27 November 1995

Registered Office:
124 Finchley Road
London NW3 5JS



Nyman Libson Paul

CHARTERED ACCOUNTANTS

Regina House, 124 Finchley Road, London NW3 5JS

AUDITORS' REPORT TO BLOOMING MARVELLOUS LIMITED PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages 5 to 16 together with the financial statements of Blooming Marvellous Limited prepared under Section 226 of the Companies Act 1985 for the year ended 30 June 1995.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated financial statements in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 6 and whether the abbreviated financial statements have been properly prepared in accordance with that Schedule.

BASIS OF OPINION

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated financial statements have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

OPINION

In our opinion the company is entitled under Sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section B of Part III of Schedule 8 to the Act, in respect of the year ended 30 June 1995, and the abbreviated financial statements on pages 5 to 16 have been properly prepared in accordance with that Schedule.

OTHER INFORMATION

On 27 November 1995 we reported, as auditors of Blooming Marvellous Limited, to the members on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 30 June 1995, and our audit report was as follows:

We have audited the financial statements on pages 4 to 15 which have been prepared under the historical cost convention and the accounting policies set out on pages 7 and 8.

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Nyman Libson Paul

CHARTERED ACCOUNTANTS

Regina House, 124 Finchley Road, London NW3 5JS

AUDITORS' REPORT TO BLOOMING MARVELLOUS LIMITED PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985 (continued)

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 are 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 at 30 June 1995 and of its results for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

NYMAN LIBSON PAUL
Chartered Accountants
& Registered Auditors

27 November 1995

BLOOMING MARVELLOUS LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT

Year ended 30 June 1995

	Note	1995	1994
		£	£
GROSS PROFIT		2,424,203	2,300,755
Distribution costs	1,594,273		1,407,763
Administrative expenses	745,934		690,827
		<u>(2,340,207)</u>	<u>(2,098,590)</u>
		83,996	202,165
Other operating income		-	2,602
OPERATING PROFIT	2	83,996	204,767
Interest receivable		539	3,543
		<u>84,535</u>	<u>208,310</u>
Interest payable	3	<u>(29,302)</u>	<u>(15,116)</u>
PROFIT ON ORDINARY ACTIVITIES before taxation		55,233	193,194
Taxation	5	<u>(13,538)</u>	<u>(52,257)</u>
PROFIT ON ORDINARY ACTIVITIES after taxation		41,695	140,937
Dividends	6	<u>(100,000)</u>	<u>(100,000)</u>
(DEFICIT) RETAINED PROFIT for the year		(58,305)	40,937
Retained profit brought forward		312,695	271,758
RETAINED PROFIT carried forward		<u>254,390</u>	<u>312,695</u>

The company has no recognised gains or losses other than the results for the above financial years

The notes on pages 8 to 16 form part of these abbreviated financial statements

BLOOMING MARVELLOUS LIMITED

BALANCE SHEET

At 30 June 1995

	Note	1995	1994
		£	£
FIXED ASSETS			
Tangible assets	7	131,748	130,739
CURRENT ASSETS			
Stock	8	1,067,067	1,202,129
Debtors	9	250,785	167,571
Cash at bank and in hand		31,415	1,320
		<u>1,349,267</u>	<u>1,371,020</u>
CREDITORS - amounts falling due within one year	10	<u>1,094,610</u>	<u>1,064,807</u>
Net current assets		<u>254,657</u>	<u>306,213</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		386,405	436,952
CREDITORS - amounts falling due after more than one year	11	<u>(131,515)</u>	<u>(123,757)</u>
NET ASSETS		<u><u>254,890</u></u>	<u><u>313,195</u></u>
CAPITAL AND RESERVES			
Called up share capital	12	500	500
Profit and loss account		<u>254,390</u>	<u>312,695</u>
SHAREHOLDERS' FUNDS	13	<u><u>254,890</u></u>	<u><u>313,195</u></u>

The directors have taken advantage of the exemptions conferred by Section B of Part III of Schedule 8 of the Companies Act 1985 and have done so on the basis that, in their opinion, the company is entitled to the benefit of those exemptions as a medium-sized company.

Approved by the Board and signed on its behalf by

V E PRINGLE

J B LEVER

Directors

27 November 1995

The notes on pages 8 to 16 form part of these financial statements

BLOOMING MARVELLOUS LIMITED

CASH FLOW STATEMENT

Year ended 30 June 1995

	Note	1995	1994
		£	£
NET CASH INFLOW (OUTFLOW) FROM OPERATING ACTIVITIES	17	326,579	(143,103)
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Interest received		539	3,543
Interest element on finance lease rental payments		(5,233)	(5,182)
Other interest paid		(24,069)	(9,934)
Dividends paid		(100,000)	(100,000)
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		(128,763)	(111,573)
		197,816	(254,676)
TAXATION			
Corporation tax paid		(50,894)	(74,342)
		146,922	(329,018)
INVESTING ACTIVITIES			
Sale of tangible fixed assets		1,870	16,749
Payments to acquire tangible fixed assets		(55,085)	(91,509)
		(53,215)	(74,760)
Net cash inflow (outflow) before financing		93,707	(403,778)
FINANCING			
Long term loans		27,000	85,000
Capital element of finance lease rental payments		(18,662)	17,565
Net cash inflow from financing	20	8,338	102,565
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	18	102,045	(301,213)

The notes on pages 8 to 16 form part of these financial statements

BLOOMING MARVELLOUS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

Year ended 30 June 1995

1 ACCOUNTING POLICIES

The following policies have been used in dealing with items which are considered material in relation to the company's financial statements.

Basis of accounting

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

Turnover

Turnover represents net invoiced sales of goods and services excluding value added tax, all within the United Kingdom.

Depreciation and amortisation

This is calculated to write off the cost of tangible fixed assets over their estimated useful lives at the following rates per annum:

Short leasehold premises	- 25% on written down value
Furniture, fittings & equipment	- 25% on written down value
Motor vehicles	- 25% on written down value
Computer equipment	- 33% on written down value

Stock

Stock is valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving items.

Finance leases and hire purchase commitments

Assets which are the subject of finance leases or hire purchase contracts are capitalised at a value equal to the original cost. The capital element of future payments is included under "obligations under finance leases and hire purchase contracts" and the interest element is charged to the profit and loss account at a rate which apportions the finance charge on a constant basis.

Operating leases

Rentals applicable to operating leases are charged against profit as incurred.

Foreign currency

Transactions denominated in a foreign currency are translated into sterling and recorded at the rate of exchange ruling at the date of the transaction. Year end balances denominated in a foreign currency are translated into sterling at the rate ruling on the balance sheet date.

BLOOMING MARVELLOUS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (continued)
Year ended 30 June 1995

1 ACCOUNTING POLICIES (continued)

Pension costs

Contributions in respect of the company's defined contribution pension scheme are charged to the profit and loss account for the year in which they are payable to the scheme.

2 OPERATING PROFIT

	1995 £	1994 £
This is stated after charging:		
Directors' emoluments	222,649	162,991
Depreciation of tangible fixed assets	51,578	50,666
Loss on sale of fixed assets	628	8,277
Auditors' remuneration	7,600	7,350
Hire of plant and machinery	6,731	8,262
	<u>293,186</u>	<u>238,546</u>

3 INTEREST PAYABLE

	1995 £	1994 £
Bank overdraft and loans wholly repayable within five years	13,913	3,169
Interest on loans repayable after five years	10,156	6,765
Finance charges payable under hire purchase contracts	5,233	5,182
	<u>29,302</u>	<u>15,116</u>

BLOOMING MARVELLOUS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (continued)
Year ended 30 June 1995

4 DIRECTORS' EMOLUMENTS

	1995 £	1994 £
Remuneration	178,477	109,466
Pension costs	44,172	53,525
	<u>222,649</u>	<u>162,991</u>
Chairman's emoluments	<u>52,168</u>	<u>49,063</u>
The highest paid director	<u>61,949</u>	<u>60,403</u>
Other directors - by number within each band		
	Number of directors	
£ 5,001 - £10,000	1	-
£15,001 - £20,000	2	-
£20,001 - £25,000	1	-

5 TAXATION

	1995 £	1994 £
U.K. corporation tax at 25% on taxable profits for the year	14,902	52,257
Adjustment relating to prior years	(1,496)	-
Interest on late payment of tax	132	-
	<u>13,538</u>	<u>52,257</u>

6 DIVIDENDS

	1995 £	1994 £
Dividend paid	<u>100,000</u>	<u>100,000</u>

BLOOMING MARVELLOUS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (continued)
Year ended 30 June 1995

7 TANGIBLE FIXED ASSETS

	Short leasehold property £	Furniture fittings & equipment £	Motor vehicles £	Total £
Cost:				
At 1 July 1994	19,897	223,713	55,535	299,145
Additions	5,963	26,253	22,869	55,085
Disposals	-	-	(4,495)	(4,495)
At 30 June 1995	<u>25,860</u>	<u>249,966</u>	<u>73,909</u>	<u>349,735</u>
Accumulated depreciation:				
At 1 July 1994	14,218	134,562	19,626	168,406
Provision for the year	2,910	34,605	14,063	51,578
Eliminated on disposals	-	-	(1,997)	(1,997)
At 30 June 1995	<u>17,128</u>	<u>169,167</u>	<u>31,692</u>	<u>217,987</u>
Net book value:				
At 30 June 1995	<u>8,732</u>	<u>80,799</u>	<u>42,217</u>	<u>131,748</u>
At 30 June 1994	<u>5,679</u>	<u>89,151</u>	<u>35,909</u>	<u>130,739</u>

The net book value of furniture, fittings and equipment includes assets held under finance leases and hire purchase contracts amounting to £21,053 (1994: £31,564).

Depreciation provided on these assets for the year amounted to £10,511 (1994: £15,757).

The net book value of motor vehicles includes assets held under finance leases and hire purchase contracts amounting to £41,658 (1994: £32,675). Depreciation provided on these assets for the year amounted to £13,886 (1994: £10,892).

8 STOCK

	1995 £	1994 £
Raw materials	182,736	217,519
Goods for resale	884,331	984,610
	<u>1,067,067</u>	<u>1,202,129</u>

BLOOMING MARVELLOUS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (continued)
Year ended 30 June 1995

9 DEBTORS

	1995 £	1994 £
Trade debtors	44,451	19,350
Advance corporation tax recoverable	13,079	-
Other debtors	-	1,046
Prepayments and accrued income	193,255	147,175
	<u>250,785</u>	<u>167,571</u>

10 CREDITORS - amounts falling due within one year

	1995 £	1994 £
Bank overdraft	230,270	302,221
Trade creditors	395,062	292,561
Obligations under finance leases and hire purchase contracts (Note 15)	33,401	32,821
Corporation tax	2,980	27,257
Advance Corporation Tax payable	25,000	25,000
Other taxation and social security	77,844	68,431
Other creditors	296,423	289,190
Accruals and deferred income	33,630	27,326
	<u>1,094,610</u>	<u>1,064,807</u>

The bank overdraft is secured by a fixed and floating charge over the assets of the company.

11 CREDITORS - amounts falling due after more than one year

	1995 £	1994 £
Loans:		
Repayable after more than five years, not by instalments	112,000	85,000
Obligations under finance leases and hire purchase contracts (Note 15)	19,515	38,757
	<u>131,515</u>	<u>123,757</u>

BLOOMING MARVELLOUS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (continued)
Year ended 30 June 1995

12 CALLED UP SHARE CAPITAL

	1995 £	1994 £
Authorised		
'A' Ordinary shares of £1 each	525	525
'B' Ordinary Shares of £1 each	475	475
	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
'A' Ordinary shares of £1 each	275	275
'B' Ordinary shares of £1 each	225	225
	<u>500</u>	<u>500</u>

13 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	1995 £	1994 £
Profit for the financial year	41,695	140,937
Dividends	(100,000)	(100,000)
	<u>(58,305)</u>	<u>40,937</u>
Opening shareholders' funds	313,195	272,258
Closing shareholders' funds	<u>254,890</u>	<u>313,195</u>

14 OPERATING LEASE COMMITMENTS

At 30 June 1995, the company had non-cancellable annual operating lease commitments as follows:

	1995 £	1994 £
Land and buildings leases which expire:		
Within two to five years	16,208	19,850
After five years	58,000	58,000
	<u>74,208</u>	<u>77,850</u>

BLOOMING MARVELLOUS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (continued)
Year ended 30 June 1995

15 OBLIGATIONS RELATING TO FINANCE LEASES
AND HIRE PURCHASE CONTRACTS

	1995 £	1994 £
Amounts payable:		
Within one year	42,923	42,485
Within two to five years	26,394	52,461
	<u>69,317</u>	<u>94,946</u>
Interest relating to future years	(16,401)	(23,368)
	<u>52,916</u>	<u>71,578</u>
Finance leases and hire purchase contracts are analysed as follows:		
Current obligations	33,401	32,821
Non-current obligations	19,515	38,757
	<u>52,916</u>	<u>71,578</u>

16 STAFF NUMBERS AND COSTS

The average number of persons employed by the company (including directors) was as follows:

	1995	1994
Management	2	2
Administration	6	5
Production	7	6
Sales	28	27
	<u>43</u>	<u>40</u>

The aggregate payroll costs of these persons were as follows:

	1995 £	1994 £
Salaries	635,240	586,843
Social security costs	55,946	54,023
Pension costs	44,172	54,005
	<u>735,358</u>	<u>694,871</u>

BLOOMING MARVELLOUS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (continued)
Year ended 30 June 1995

17 RECONCILIATION OF OPERATING PROFIT TO
NET CASH INFLOW (OUTFLOW) FROM OPERATING ACTIVITIES

	1995		1994	
	£	£	£	£
OPERATING PROFIT		83,996		204,767
Depreciation and amortisation	51,578		50,666	
Loss on disposal of fixed assets	628		8,277	
Decrease (increase) in stock	135,062		(297,843)	
Increase in debtors	(70,135)		(48,599)	
Increase (decrease) in creditors	125,450		(60,371)	
		<u>242,583</u>		<u>(347,870)</u>
NET CASH INFLOW (OUTFLOW) FROM OPERATING ACTIVITIES		<u>326,579</u>		<u>(143,103)</u>

18 ANALYSIS OF CHANGES IN CASH AND CASH
EQUIVALENTS DURING THE YEAR

	1995	1994
	£	£
At 1 July 1994	(300,901)	312
Net cash inflow (outflow)	<u>102,046</u>	<u>(301,213)</u>
At 30 June 1995	<u>(198,855)</u>	<u>(300,901)</u>

19 ANALYSIS OF BALANCES OF CASH AND CASH
EQUIVALENTS AS SHOWN IN THE BALANCE SHEET

	1995	1994	Change in year
	£	£	£
Cash at bank and in hand	31,415	1,320	30,095
Bank overdrafts	(230,270)	(302,221)	71,951
	<u>(198,855)</u>	<u>(300,901)</u>	<u>102,046</u>
	1994	1993	Change in year
	£	£	£
Cash at bank and in hand	1,320	312	1,008
Bank overdrafts	(302,221)	-	(302,221)
	<u>(300,901)</u>	<u>312</u>	<u>(301,213)</u>

BLOOMING MARVELLOUS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (continued)
Year ended 30 June 1995

20 ANALYSIS OF CHANGES IN FINANCING DURING THE YEAR

	Share capital £	Loans and finance lease obligations £
At 1 July 1994	500	156,578
Cash inflow from financing	-	8,338
	<hr/>	<hr/>
At 30 June 1995	500	164,916
	<hr/> <hr/>	<hr/> <hr/>
At 1 July 1994	500	54,013
Cash inflow from financing	-	102,565
	<hr/>	<hr/>
At 30 June 1994	500	156,578
	<hr/> <hr/>	<hr/> <hr/>