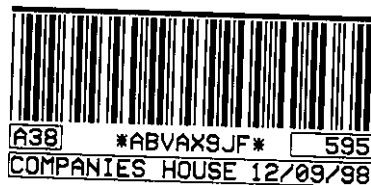


ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 1998
FOR
VANIA JESMOND LIMITED



VANIA JESMOND LIMITED

**INDEX TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 1998**

	Page
Company Information	1
Abbreviated Balance Sheet	2
Notes to the Abbreviated Financial Statements	4
Report of the Accountants	7

VANIA JESMOND LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 JANUARY 1998

DIRECTORS: Mrs V L Hansen
Mr B Hansen

SECRETARY: Mrs V L Hansen

REGISTERED OFFICE: 89 Brynymor Road
Swansea
SA1 4JE

REGISTERED NUMBER: 1569601

ACCOUNTANTS: Williams Naylor
Chartered Accountants
First Floor, 454 Gower Road
Killay
Swansea
SA2 7AL

BANKERS: Midland Bank Plc
13 Dunraven Place
Bridgend
CF31 1JQ

VANIA JESMOND LIMITED
ABBREVIATED BALANCE SHEET
31 JANUARY 1998

		31.1.98		31.1.97	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		117,077		112,105
CURRENT ASSETS:					
Stocks		42,400		45,126	
Debtors		2,678		2,631	
Cash in hand		5		5	
		<u>45,083</u>		<u>47,762</u>	
CREDITORS: Amounts falling due within one year	3	<u>55,473</u>		<u>32,902</u>	
NET CURRENT (LIABILITIES)/ASSETS:			(10,390)		14,860
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>106,687</u>		<u>126,965</u>
CREDITORS: Amounts falling due after more than one year	3		<u>80,162</u>		<u>90,506</u>
			<u>£26,525</u>		<u>£36,459</u>
CAPITAL AND RESERVES:					
Called up share capital	4		6,370		10,000
Share premium			3,631		-
Revaluation reserve			19,170		19,170
Other reserves			(4,250)		-
Profit and loss account			<u>1,604</u>		<u>7,289</u>
Shareholders' funds			<u>£26,525</u>		<u>£36,459</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ending 31 January 1998.

No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

VANIA JESMOND LIMITED

ABBREVIATED BALANCE SHEET
31 JANUARY 1998

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

ON BEHALF OF THE BOARD:

V. L. Hansen

Mrs V L Hansen - DIRECTOR

B Hansen

Mr B Hansen - DIRECTOR

Approved by the Board on

22nd July

1998

VANIA JESMOND LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 1998

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Fixtures and fittings	- 15% on cost
Motor vehicles	- 25% on cost

The freehold property is stated in accordance with the professional valuation carried out on 6th December 1990. No depreciation is provided on the freehold property since the directors consider that the life of the asset is so long and the residual value so high that depreciation is inappropriate.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Stocks delivered early for the Spring Season 1997 have been excluded from the financial statements as have the related trade creditor balances. The amounts involved are detailed at notes 9 and 11.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Purchases

Deliveries of Spring merchandise are treated as purchases in the six months to July each year. Deliveries of Autumn merchandise are treated as purchases in the six months to January each year.

Where merchandise for any reason is delivered early (ie in the previous half year) it is not treated as purchased until the season has commenced nor is the merchandise put on sale to the public.

VANIA JESMOND LIMITED

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 1998**

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 February 1997	124,813
Additions	16,068
Disposals	(8,600)
	<hr/>
At 31 January 1998	132,281
	<hr/>
DEPRECIATION:	
At 1 February 1997	12,707
Charge for year	4,647
Eliminated on disposals	(2,150)
	<hr/>
At 31 January 1998	15,204
	<hr/>
NET BOOK VALUE:	
At 31 January 1998	117,077
	<hr/> <hr/>
At 31 January 1997	112,105
	<hr/> <hr/>

3. CREDITORS

The following secured debts are included within creditors:

	31.1.98	31.1.97
	£	£
Principality Building Society	71,115	73,356
	<hr/>	<hr/>

Creditors include the following debts falling due in more than five years:

	31.1.98	31.1.97
	£	£
Repayable otherwise than by instalments		
Unsecured loans from shareholders	-	18,800
	<hr/>	<hr/>
	-	18,800
	<hr/> <hr/>	<hr/> <hr/>
Repayable by instalments		
Principality Building Society	62,465	64,706
	<hr/> <hr/>	<hr/> <hr/>

VANIA JESMOND LIMITED

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 1998**

4. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	31.1.98	31.1.97
		£	£	£
25,000	Ordinary	£1	25,000	25,000
			<u> </u>	<u> </u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.1.98	31.1.97
		£	£	£
10,000	Ordinary	£1	6,370	10,000
			<u> </u>	<u> </u>

1,370 Ordinary shares of £1 each were allotted as fully paid at a premium of £2.65 per share during the year.

On 17 September 1997 the company repurchased and subsequently cancelled 5,000 ordinary shares, representing 50% of the called-up share capital, at a price of £3.65 per share.

5. TRANSACTIONS WITH DIRECTORS

During the year Mrs V L Hansen introduced £2,000 to the company. The balance due to her at the year end was £2,000. Mrs V L Hansen bought 1,096 ordinary shares at a premium of £2.65 on 17 September 1997. Mr B Hansen bought 274 ordinary shares at a premium of £2.65 on 17 September 1997. The amount of £5,000 due to the company for these shares was set against the loan balances due to Mr and Mrs Hansen from the company. Mrs D A Andrews, who resigned as director on 17 September 1997, received full payment of the loan of £1,300 which she had previously made to the company. Her husband Mr D H Andrews was also repaid in full in the sum of £12,500.

VANIA JESMOND LIMITED

REPORT OF THE ACCOUNTANTS TO THE DIRECTORS OF
VANIA JESMOND LIMITED

The following reproduces the text of the report prepared for the directors in respect of the company's annual financial statements, from which the abbreviated financial statements (set out on pages two to six) have been prepared.

In accordance with instructions given to us we have prepared the financial statements for the year ended 31 January 1998 set out on pages three to eleven from the accounting records and from information and explanations supplied to us by the management of the company.

We have not audited the financial statements. Accordingly, we do not express an audit opinion or any other form of assurance that the accounting records and the financial statements are free from material misstatement.



Williams Naylor
Chartered Accountants
First Floor, 454 Gower Road
Killay
Swansea
SA2 7AL

Dated: 7 August 1998