

**INVESTMAIN LIMITED**  
(formerly Roger Doyle Limited)

**DIRECTORS' REPORT AND**

**FINANCIAL STATEMENTS**

**for the year ended 31 March 1994**

**Company number 2109262**

**BINDER HAMLYN**



## **FINANCIAL STATEMENTS**

The directors present their annual report and audited financial statements for the year ended 31 March 1994.

## **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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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.

## **ACTIVITIES**

The principal activity of the company is the design and sale of ornaments and objets d'art. Since the year end, the directors have decided that it is in the company's best interests to seek more expeditious means of selling goods manufactured, obtaining the benefit of realisation in current markets.

## **DIRECTORS AND THEIR INTERESTS**

The directors serving during the year were:

Mr RJ Doyle (resigned 30 September 1994)  
Mr CA Wentzel

Mr RJ Doyle held 50 ordinary shares of £1 each and 20,000 redeemable preference shares of £1 each at 31 March 1993 and 31 March 1994. No other director held any beneficial interest in the share capital of the company at 31 March 1993 or 31 March 1994.

**INVESTMAIN LIMITED**  
(formerly Roger Doyle Limited)

**DIRECTORS' REPORT**  
for the year ended 31 March 1994

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**AUDITORS**

On 1 October 1994 our auditors, BDO Binder Hamlyn, joined the Arthur Andersen worldwide organisation and now practise in the name, Binder Hamlyn. They have signed their audit report in their new name. In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Binder Hamlyn be re-appointed as auditors of the company will be put to the Annual General Meeting.

**CHANGE OF NAME**

On 21 November 1994, the company changed its name, by Special Resolution, to Investmain Limited.

This report was approved by the Board on 24.7.95

In preparing the above report, the directors have taken advantage of the special exemptions provided by Part II of Schedule 8 to the Companies Act 1985 applicable to small companies.

  
Director

**AUDITORS' REPORT**

to the members of Investmain Limited (formerly Roger Doyle Limited)

We have audited the financial statements on pages 5 to 10 which have been prepared on the basis of the accounting policies set out on page 7, including in particular the adoption of the realisation basis.

**Respective responsibilities of directors and auditors**

As described on page 1, 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.

**Fundamental uncertainty**

In forming our opinion we have considered the adequacy of the disclosures made in note 1(a) to the financial statements concerning the valuation of stocks in the balance sheet. The net realisable value of stocks cannot be determined with reasonable certainty since the nature of the items included is such that a limited market exists and, therefore, the timing and price of the sale of the items are uncertain. Our opinion is, however, not qualified in this respect.

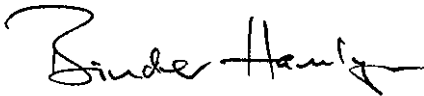
# BINDER HAMLYN

## AUDITORS' REPORT *continued*

to the members of Investmain Limited (formerly Roger Doyle Limited)

### Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 1994 and of its loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985, applicable to small companies.



Chartered Accountants  
Registered Auditors

24 July 1995

**INVESTMAIN LIMITED**  
(formerly Roger Doyle Limited)

**PROFIT AND LOSS ACCOUNT**  
for the year ended 31 March 1994

	Notes	1994	1993
		£	£
Turnover	2	162,595	258,693
Operating costs	3	(284,167)	(271,158)
Operating loss		(121,572)	(12,465)
Interest payable and similar charges		(12,938)	(8,978)
Loss on ordinary activities before taxation		(134,510)	(21,443)
Tax on loss on ordinary activities		5,243	1,643
Loss on ordinary activities after taxation for the financial year		(129,267)	(19,800)
Profit and loss account brought forward		66,844	86,644
Profit and loss account carried forward		(62,423)	66,844

All the above results derive from continuing activities and there were no acquisitions in the period.

There were no other recognised gains or losses other than as shown in the profit and loss account.

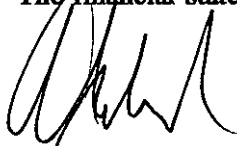
**INVESTMAIN LIMITED**  
(formerly Roger Doyle Limited)

**BALANCE SHEET**  
as at 31 March 1994

	Notes	1994	1993
		£	£
<b>FIXED ASSETS</b>			
Intangible assets	5	-	15,250
Tangible assets	6	6,033	16,187
		6,033	31,437
<b>CURRENT ASSETS</b>			
Stocks	7	187,072	197,186
Debtors	8	23,066	8,443
Cash at bank and in hand		582	121
		210,720	205,750
<b>CREDITORS:</b> amounts falling due within one year	9	(219,076)	(110,243)
<b>Net current (liabilities)/assets</b>		(8,356)	95,507
<b>Total assets less current liabilities</b>		(2,323)	126,944
<b>CAPITAL AND RESERVES</b>			
Called up share capital	10	60,100	60,100
Profit and loss account		(62,423)	66,844
<b>Shareholders' funds</b>	11	(2,323)	126,944

In preparing the financial statements, the directors have taken advantage of the special exemptions provided by Part I of Schedule 8 to the Companies Act 1985, applicable to small companies on the grounds that, in their opinion, the company is small and is therefore entitled to those exemptions.

The financial statements on pages 5 to 10 were approved by the Board on 24.7.95



Director

## 1 ACCOUNTING POLICIES

### (a) Basis of accounting

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards. Since the year end the directors have decided that it is in the company's best interests to seek more expeditious means of selling goods manufactured, obtaining the benefit of realisation in current markets. As such the directors consider that it is inappropriate to adopt, and have not adopted, the going concern basis in preparing these financial statements. However, each item of finished goods is unique and, in current markets, the directors cannot, with reasonable certainty determine that the net realisable value of each item is greater than its carrying value.

### (b) Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation which is calculated on a straight line basis over their expected useful lives at the following annual rates:

Fixtures, fittings and equipment	20%
Plant and machinery	10%
Motor vehicles	33⅓%
Short leasehold	Over the life of the lease
Designs	33⅓%

### (c) Stocks

Stock is valued at the lower of cost and net realisable value. Cost comprises direct materials, direct labour and an appropriate proportion of manufacturing overheads.

### (d) Goodwill

Purchased goodwill has previously been included in intangible assets and amortised on a straight line basis over its estimated useful life of 20 years. During the year the directors reassessed this carrying value and fully amortised the remaining balance.

## 2 TURNOVER

Turnover attributable to geographical markets outside the United Kingdom amounted to 67% (1993: 80%).



**INVESTMAIN LIMITED**  
**(formerly Roger Doyle Limited)**  
**NOTES TO THE FINANCIAL STATEMENTS**

<b>3 OPERATING COSTS</b>	<b>1994</b>	<b>1993</b>
	<b>£</b>	<b>£</b>
Decrease/(increase) in stocks of finished goods and work-in-progress	13,862	(25,621)
Raw materials, consumables and other external charges	106,060	102,120
Staff costs	75,982	86,160
Depreciation	10,154	21,770
Amortisation of goodwill	15,250	1,000
Auditors' remuneration		
- audit work	5,500	10,000
- non-audit work	1,609	-
Other operating charges	55,750	75,729
	<b>284,167</b>	<b>271,158</b>
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<b>4 DIRECTORS' EMOLUMENTS</b>		
Directors' emoluments comprise:		
Remuneration for management services	56,985	46,155
Fees	-	-
	<b>56,985</b>	<b>46,155</b>
	<hr/>	
Emoluments waived	10,500	21,000
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<b>5 FIXED ASSETS</b>		
Intangible fixed assets - purchased goodwill		
Cost		
1 April 1993 and 31 March 1994		20,000
Amortisation		
1 April 1993		4,750
Charge for the year		15,250
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31 March 1994		20,000
Net book value		
31 March 1994		-
	<hr/>	
31 March 1993		15,250
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INVESTMAIN LIMITED  
(formerly Roger Doyle Limited)  
NOTES TO THE FINANCIAL STATEMENTS

**6 FIXED ASSETS**

Tangible fixed assets	Plant and machinery etc. £
Cost	
1 April 1993	85,839
Elimination of fully written down assets	(37,382)
<b>31 March 1994</b>	<b>48,457</b>
Depreciation	
1 April 1993	69,652
Charge for year	10,154
Elimination of fully written down assets	(37,382)
<b>31 March 1994</b>	<b>42,424</b>
<b>Net book value 31 March 1994</b>	<b>6,033</b>
31 March 1993	16,187

**7 STOCK**

Finished goods represent 85% (1993: 84%) of the total stock value.

<b>8 DEBTORS</b>	1994 £	1993 £
Trade debtors	13,261	2,008
Other debtors	9,805	6,435
	<b>23,066</b>	<b>8,443</b>

**9 CREDITORS: amounts falling due within one year**

Bank overdraft	122,777	58,043
Trade creditors	28,262	28,283
Other creditors including taxation and social security costs	68,037	23,796
	<b>219,076</b>	<b>110,122</b>

The bank overdraft was secured by a fixed and floating charge over the assets of the company and also on a life assurance policy on the life of Mr R.J. Doyle taken out with The Equitable Life Assurance Society on 19 December 1991.

**INVESTMAIN LIMITED**  
(formerly Roger Doyle Limited)  
**NOTES TO THE FINANCIAL STATEMENTS**

10 CALLED UP SHARE CAPITAL	1994 £	1993 £
<b>Authorised</b>		
1,000 Ordinary shares of £1 each	1,000	1,000
60,000 Redeemable Preference shares of £1 each	60,000	60,000
	<b>61,000</b>	<b>61,000</b>
<b>Allotted and fully paid</b>		
100 Ordinary shares of £1 each	100	100
60,000 Redeemable Preference shares of £1 each	60,000	60,000
	<b>60,100</b>	<b>60,100</b>

The Redeemable Preference shares have no rights to distribution of income and will be redeemed in the event of a payment of a dividend to ordinary shareholders to the extent of a nominal value equivalent to half of the total sum of such a distribution or, with not less than one month's notice, in full in the event of a resolution being passed for the winding up of the company or the death or inability to conduct the business affairs of the company of Mr R.J. Doyle.

11 MOVEMENT IN SHAREHOLDERS' FUNDS	Equity £	Non Equity £	Total £
Shareholders' funds brought forward	66,944	60,000	126,944
Loss for the year	(129,267)	-	(129,267)
<b>Shareholder's funds carried forward</b>	<b>(62,323)</b>	<b>60,000</b>	<b>(2,323)</b>

**12 POST BALANCE SHEET EVENTS**

- (i) On the 7 April 1994 a new agreement with the bank was agreed. A Business Development Loan for £75,000 was advanced, repayable over 10 years at an interest rate of 11.9% and an overdraft facility of £40,000 was made available repayable on demand.
- (ii) On 1 November 1994 an unsecured loan of £200,000 was made to the company in order to repay the bank borrowings and to provide additional working capital. This loan will not be repaid until all other creditors to the company have been paid.