

NON STOP PARTY SHOP LIMITED

Registered Number 2209458

ACCOUNTS

2000



NON STOP PARTY SHOP LIMITED

REGISTERED NUMBER : 2209458

REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 2 APRIL 2000

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NON STOP PARTY SHOP LIMITED

DIRECTORS AND ADVISORS

DIRECTORS

M. E. Pearce
N. M. Pearce
J. N. Abrahams
M. J. Sharman
T. J. Thomson
S. J. Tisdall

COMPANY SECRETARY

N. M. Pearce

REGISTERED OFFICE

Unit 1, Glenville Mews
Kimber Road
London
SW18 4NJ

AUDITORS

Menzies
Neville house
55 Eden Street
Kingston upon Thames
Surrey
KT1 1BW

PRINCIPAL BANKER

Natwest Bank PLC
9 High Street
Cobham
Surrey
KT11 3DJ

NON STOP PARTY SHOP LIMITED

REPORT OF THE DIRECTORS

FINANCIAL STATEMENTS

The directors submit their report and the audited financial statements for the year ended 2 April 2000.

PRINCIPAL ACTIVITY

The company's principal activity during the year continued to be that of retailing and hiring out party goods.

YEAR 2000

The directors are aware of the year 2000 problem and have considered the potential impact on the company's hardware and software systems. No problems have been encountered since the start of the year 2000 and the directors do not expect any to occur in the future. Accordingly, no provisions have been made in the accounts for costs relating to this problem.

DIRECTORS

The directors in office at 2 April 2000 are listed on page 2, all of whom served on the Board throughout the year, with the exception of S. J. Tisdall who was appointed on 14 January 2000.

DIRECTORS' INTERESTS

The directors' interests in the share capital of the company at 5 April 1999 and at 2 April 2000 as recorded in the register maintained by the company in accordance with the provisions of the Companies Act 1985, were as follows:

	2 April 2000	5 April 1999
		(or date of appointment)
Ordinary shares of £1 each		
M. E. Pearce	10,000	10,000
N. M. Pearce	17,500	17,500
J. N. Abrahams	11,000	11,000
M. J. Sharman	3,167	3,167
T. J. Thomson	-	-
S. J. Tisdall	500	500

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 the affairs of the company and of the profit of the company for that year. 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.
- Follow applicable Accounting Standards, 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 company will continue in business.

The directors are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to ensure that the financial statements comply with the Companies Act 1985. The directors 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.

NON STOP PARTY SHOP LIMITED

REPORT OF THE DIRECTORS

AUDITORS

Menzies have expressed their willingness to continue in office as auditors and in accordance with Section 385(2) of the Companies Act 1985 a resolution proposing their re-appointment will be submitted to the forthcoming Annual General Meeting.

The above report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and the Financial Reporting Standard for Smaller Entities, (effective March 2000).

By Order of the Board

A handwritten signature in dark ink, appearing to read 'N. M. Pearce', with a stylized, flowing script.

N. M. Pearce
Secretary

REPORT OF THE AUDITORS TO THE MEMBERS OF NON STOP PARTY SHOP LIMITED

We have audited the financial statements on pages 6 to 13 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, (effective March 2000) under the historical cost convention and the accounting policies set out on page 8.

Respective responsibilities of directors and auditors

As described on page 3 the company's directors are responsible for the preparation of the company's financial statements. It is our responsibility to form an independent opinion, based on our audit, on those financial 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 2 April 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Neville house
55 Eden Street
Kingston upon Thames
Surrey
KT1 1BW


Menzies
Chartered Accountants
and Registered Auditors
6th July 2000

NON STOP PARTY SHOP LIMITED**PROFIT AND LOSS ACCOUNT****YEAR ENDED 2 APRIL 2000**

		52 weeks to 2nd April 2000	52 weeks to 4th April 1999
	Note	£	£
TURNOVER	2	1,266,223	1,362,757
Cost of sales		468,556	506,043
GROSS PROFIT		797,667	856,714
Administrative and other operating costs		786,440	828,295
OPERATING PROFIT		11,227	28,419
Interest receivable		273	-
		11,500	28,419
Interest payable		6,237	6,998
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	5,263	21,421
Tax on profit on ordinary activities		961	4,631
PROFIT FOR THE FINANCIAL PERIOD	11	4,302	16,790

The notes on pages 8 to 13 form part of these financial statements.

NON STOP PARTY SHOP LIMITED

BALANCE SHEET

2 APRIL 2000

		2000	1999
	Note	£	£
FIXED ASSETS			
Tangible fixed assets	4	85,785	81,206
CURRENT ASSETS			
Stock		161,187	160,658
Debtors	5	69,713	67,288
Cash at bank and in hand		1,491	1,475
		<u>232,391</u>	<u>229,421</u>
CREDITORS: amounts falling due within one year	6	<u>210,676</u>	<u>200,297</u>
NET CURRENT ASSETS		21,715	29,124
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>107,500</u>	<u>110,330</u>
CREDITORS: amounts falling due after more than one year	7	4,967	13,403
PROVISION FOR LIABILITIES AND CHARGES	9	<u>3,340</u>	<u>2,036</u>
		<u>99,193</u>	<u>94,891</u>
CAPITAL AND RESERVES			
Called up share capital	10	114,268	114,268
Share premium account		128,393	128,393
Profit and loss account	11	(143,468)	(147,770)
		<u>99,193</u>	<u>94,891</u>

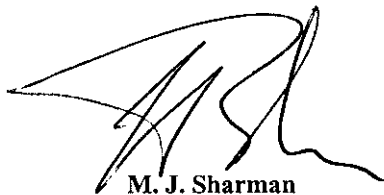
The financial statements have been prepared on the basis of the special exemptions applicable to small companies, conferred by Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities, (effective March 2000).

The financial statements were approved by the Board of Directors on

28th Jan 2000



N. M. Pearce



M. J. Sharman

DIRECTORS

The notes on pages 8 to 13 form part of these financial statements.

NON STOP PARTY SHOP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 2 APRIL 2000

1 ACCOUNTING POLICIES

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

Accounting convention

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000) and under the historical cost convention.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Consolidation

The company has taken advantage of the statutory exemption not to prepare group accounts, by virtue of its size, as permitted by Section 248 of the Companies Act 1985. The company has a dormant subsidiary company, Non Stop On-Line Limited formerly Red Balloon Limited. The results included in these financial statements relate to the company as an individual undertaking.

Depreciation

Depreciation is charged on the following bases to reduce the cost of the company's tangible fixed assets to their net realisable values over their estimated useful lives at the following rates:

Leasehold land and buildings	over the period of the lease
Plant and equipment	between 15% and 33%

Stock

Stock is stated at the lower of cost and net realisable value. Net realisable value means the estimated selling price less all further costs to completion and all costs to be incurred in marketing, selling and distribution.

Deferred taxation

Provision is made for deferred taxation on the liability method for all short-term timing differences. Provision is also made for long-term timing differences, except to the extent that there is a reasonable probability of the tax not falling due for payment in the foreseeable future. Such tax not provided for is disclosed as a contingent liability.

Pension fund arrangements

The company operates a defined contribution pension scheme for the directors. Contributions made by the company are charged to the profit and loss account as they arise.

NON STOP PARTY SHOP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 2 APRIL 2000

Lease commitments and hire purchase contracts

Payments under operating leases are charged to the profit and loss account as incurred.

Assets financed under hire purchase contracts are capitalised in the balance sheet and are depreciated over their estimated useful economic lives.

Assets financed under finance leases are capitalised in the balance sheet at their fair value and are depreciated over the shorter of the term of the lease and their estimated useful economic lives.

Finance charges and interest in connection with finance leases and hire purchase contracts are charged to the profit and loss account on a straight line basis.

2 TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The turnover and profit on ordinary activities before taxation is attributable to the principal activity of the company.

The profit is stated after charging:

	52 weeks to 2nd April 2000	52 weeks to 4th April 1999
	£	£
Operating lease rentals	183,363	188,875
Depreciation	27,524	29,377
Amortisation	379	7,738
(Profit) on disposal of tangible fixed assets	(7,025)	-
Auditors' remuneration	4,500	4,200
Aggregate directors' emoluments	81,635	63,956
Company pension contributions to directors money purchase schemes	7,015	4,990

Corporation tax has been charged at a rate of 20% (1999 - 21%)

3 PENSION COMMITMENTS

Three directors have benefits accruing under money purchase pension schemes to which the company contributes.

The charge to the profit and loss account in respect of pension contributions for the year is as follows:

	52 weeks to 2nd April 2000	52 weeks to 4th April 1999
	£	£
Defined contribution scheme	7,690	5,890

NON STOP PARTY SHOP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 2 APRIL 2000

4 TANGIBLE FIXED ASSETS

	Land and buildings	Plant, machinery	Total
	£	£	£
COST			
At 5 April 1999	6,453	265,756	272,209
Additions	-	32,482	32,482
Disposals	-	(20,772)	(20,772)
At 2 April 2000	6,453	277,466	283,919
DEPRECIATION			
At 5 April 1999	3,041	187,962	191,003
Charge for the year	379	27,524	27,903
Released on disposals	-	(20,772)	(20,772)
At 2 April 2000	3,420	194,714	198,134
NET BOOK VALUE			
At 4 April 1999	3,412	77,794	81,206
At 2 April 2000	3,033	82,752	85,785

Financing

Details of tangible fixed assets held under hire purchase contracts, which are included above, are as follows:

	2000	1999
	£	£
Net book value at 2 April 2000	7,074	8,186
Depreciation charge for the year	574	7,557

5 DEBTORS

	2000	1999
	£	£
Trade debtors	7,914	11,422
Others	61,799	55,866
	69,713	67,288

NON STOP PARTY SHOP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 2 APRIL 2000

6 CREDITORS: amounts falling due within one year

	2000	1999
	£	£
Bank loan and overdraft (secured)	16,199	29,093
Trade creditors	99,921	106,675
Social security and other taxes	32,321	31,788
Others	62,235	32,741
	<u>210,676</u>	<u>200,297</u>

7 CREDITORS: amounts falling due after more than one year

	2000	1999
	£	£
Bank loan (secured)	1,250	8,203
Other creditors	3,717	5,200
	<u>4,967</u>	<u>13,403</u>

8 HIRE PURCHASE CONTRACTS

Net obligations under hire purchase contracts:

	2000	1999
	£	£
Within one year	2,254	4,245
Between two to five years	3,717	5,200
	<u>5,971</u>	<u>9,445</u>

9 PROVISION FOR LIABILITIES AND CHARGES

	2000	1999
	£	£
Deferred taxation	3,340	2,036
	<u>3,340</u>	<u>2,036</u>

NON STOP PARTY SHOP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 2 APRIL 2000

Deferred taxation

Deferred taxation provided in the financial statements and the total potential liability, including the amount provided are set out below:

	Amount Provided		Potential Liability	
	2000	1999	2000	1999
	£	£	£	£
Accelerated capital allowances	3,340	2,036	-	-
	<u>3,340</u>	<u>2,036</u>	<u>-</u>	<u>-</u>

Movements during the year were as follows:

Deferred taxation

	2000	1999
	£	£
At 5 April 1999	2,036	-
Provided	1,304	2,036
At 2 April 2000	<u>3,340</u>	<u>2,036</u>

10 CALLED UP SHARE CAPITAL

	2000	1999
	£	£
Authorised		
Ordinary shares of £1 each	300,000	150,000
Allotted, called up and fully paid		
Ordinary shares of £1 each	<u>114,268</u>	<u>114,268</u>

On 29 March 2000, the authorised share capital was increase to £300,000 by the creation of 150,000 ordinary shares of £1 each to rank pari passu with the existing shares.

11 PROFIT AND LOSS ACCOUNT

	2000	1999
	£	£
At 5 April 1999	(147,770)	(164,560)
Profit for the financial year	4,302	16,790
At 2 April 2000	<u>(143,468)</u>	<u>(147,770)</u>

NON STOP PARTY SHOP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 2 APRIL 2000

12 COMMITMENTS UNDER OPERATING LEASES

The company is committed to making the following payments under operating leases over the next twelve months:

	Land and buildings	Other assets
	£	£
Contracts to expire:		
- within one year	113,100	3,478
- between two and five years	45,000	-
- after five years	23,000	-
	<u>181,100</u>	<u>3,478</u>

13 RELATED PARTY TRANSACTIONS

No single party controls the company.

At the year end the company was owed £1,232 (1999 - £1,662) from N M Pearce, a director and shareholder and was owed £2,153 (1999 - £636) from J N Abrahams, a director and shareholder.

The company also owed an amount of £13,500 (1999 - £13,500) to S Mortstedt, a shareholder via Nobleside Limited.

M J Sharman, a director and shareholder provided consultancy services to the company amounting to £11,402 (1999 - £10,197).

14 POST BALANCE SHEET EVENTS

Since 2 April 2000, the company has issued £100,000 of 15% Unsecured Convertible Loan Stock 2003-2005. The funds raised have been on lent to its 100% subsidiary, Non Stop On-Line Limited (formerly dormant as Red Balloon Limited), for the purpose of developing an on-line retail business in the company's products.