

**LUCKY JOE LIMITED**

**REPORT AND ABBREVIATED FINANCIAL STATEMENTS**

**FOR THE**

**YEAR ENDED 31ST JULY 2000**



A02  
COMPANIES HOUSE

\*ANE7AAUX\*

0455  
17/05/02

# **LUCKY JOE LIMITED**

## **REPORT AND ABBREVIATED FINANCIAL STATEMENTS**

For the year ended 31st July 2000

---

### **CONTENTS**

#### **Page**

2-3	Report of the directors
4	Report of the auditors
5	Profit and loss account
6	Balance sheet
7	Cash flow statement
8-14	Notes forming part of the financial statements

---

### **DIRECTORS**

T W Chapman Esq

Mrs R E Chapman

### **COMPANY SECRETARY**

Mrs R E Chapman

### **AUDITORS**

Thorne Lancaster Parker

Registered Auditor

Chartered Accountants

8th Floor Aldwych House

81 Aldwych

London WC2B 4HN

### **BANKERS**

Barclays Bank Plc

Pall Mall Corporate Banking Group

PO Box 15162

London SW1A 1QB

### **REGISTERED OFFICE**

8th Floor Aldwych House

81 Aldwych

London WC2B 4HN

### **REGISTERED NUMBER**

02717838 England and Wales

## LUCKY JOE LIMITED

### REPORT OF THE DIRECTORS

For the year ended 31st July 2000

---

The directors submit their annual report and the abbreviated accounts of the company for the year ended 31st July 2000.

### THE BUSINESS OF THE COMPANY

The company's principal activity is that of fashion retailers.

There have been no abnormal events either during the year or since the balance sheet date. In the opinion of the directors there are no matters not disclosed relating to the past, present or future activities of the company which could materially affect the members' appreciation of the state of the company's affairs.

### DIRECTORS AND SHAREHOLDERS

Directors who have served during the year and their beneficial interests in the share capital of the company were as follows:

	At 31st July 2000	At 31st July 1999
T W Chapman Esq	75	75
Mrs R E Chapman	<u>25</u>	<u>25</u>
	<u>100</u>	<u>100</u>

### DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare accounts 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 accounts the directors are required to:

- 1 select suitable accounting policies and then apply them consistently;
- 2 make judgements and estimates that are reasonable and prudent;
- 3 follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- 4 prepare the accounts 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 accounts 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.

# LUCKY JOE LIMITED

## REPORT OF THE DIRECTORS (continued)

For the year ended 31st July 2000

---

### OTHER MATTERS

The auditors, Messrs Thorne Lancaster Parker, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

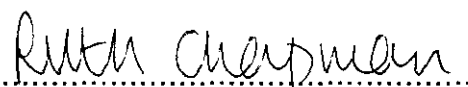
The company is a close company within the provisions of the Income and Corporation Taxes Act 1988.

No political or charitable donations over £200 were made during the year.

The above report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

Signed on behalf of  
the Board of Directors

Secretary

  
R E Chapman

Approved by the Board on 22nd April 2002.

**AUDITORS' REPORT TO LUCKY JOE LIMITED  
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

---

We have examined the abbreviated accounts set out on pages 5 to 14 together with the full statutory accounts of the company for the year ended 31 July 2000 prepared under section 226 of the Companies Act 1985.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.


**Basis of opinion**

We have carried out the procedures we consider necessary to confirm, by reference to the accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full statutory accounts.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages 5 to 14 are properly prepared in accordance with that provision.

8TH FLOOR ALDWYCH HOUSE  
81 ALDWYCH  
LONDON WC2B 4HN

  
THORNE LANCASTER PARKER  
REGISTERED AUDITOR  
CHARTERED ACCOUNTANTS

Dated 22nd April 2002

# LUCKY JOE LIMITED

## ABBREVIATED PROFIT AND LOSS ACCOUNT

For the year ended 31st July 2000

	Notes	2000 £	Restated 1999 £
<b>GROSS PROFIT</b>		2,372,520	2,332,448
Distribution costs		(271,461)	(152,236)
Administrative expenses		<u>(2,175,757)</u>	<u>(1,967,472)</u>
<b>OPERATING LOSS</b>		(74,698)	212,740
Interest payable	3	(56,383)	(69,193)
Interest receivable		<u>436</u>	<u>885</u>
<b>Loss on ordinary activities before taxation</b>	4	(130,645)	144,432
Tax on profit on ordinary activities	5	<u>(4,371)</u>	<u>47,517</u>
<b>Loss on ordinary activities after taxation</b>		<u>(126,274)</u>	<u>96,915</u>
<b>LOSS FOR THE FINANCIAL YEAR</b>	6	<u><u>£(126,274)</u></u>	<u><u>£96,915</u></u>

### CONTINUING OPERATIONS

All of the company's activities in the above two financial years derived from continuing operations.

### STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

	2000 £	Restated 1999 £
Loss for the financial year	<u>(126,274)</u>	<u>96,915</u>
Total recognised gains and losses relating to the year	(126,274)	<u>£96,915</u>
Prior year adjustment (see note 6)	<u>(53,117)</u>	
Total gains and losses recognised since last annual report	<u><u>£(179,391)</u></u>	

The notes on pages 8 to 14 form part of these accounts.

**LUCKY JOE LIMITED**

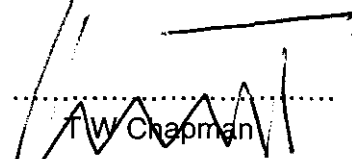
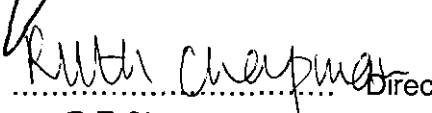
**ABBREVIATED BALANCE SHEET**

As at 31st July 2000

	Notes	£	2000 £	£	Restated 1999 £
<b>FIXED ASSETS</b>					
Tangible assets	7		676,191		395,665
<b>CURRENT ASSETS</b>					
Stock	8	1,568,309		1,910,032	
Debtors	9	325,267		578,007	
Investments	10	-		23,041	
Cash at bank and in hand		4,023		5,559	
		<u>1,897,599</u>		<u>2,516,639</u>	
<b>CURRENT LIABILITIES</b>					
Creditors: Amounts falling due within one year	11	<u>(1,700,682)</u>		<u>(2,077,731)</u>	
<b>NET CURRENT ASSETS</b>			<u>196,917</u>		<u>438,908</u>
Total assets less current liabilities			873,108		834,573
Creditors: Amounts falling due after more than one year	12		(367,958)		(219,711)
Provision for liabilities and charges					
Deferred taxation	13		<u>(16,562)</u>		<u>-</u>
<b>TOTAL NET ASSETS</b>			<u><u>£488,588</u></u>		<u><u>£614,862</u></u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	14		100		100
Profit and loss account	6		<u>488,488</u>		<u>614,762</u>
<b>SHAREHOLDERS' FUNDS</b>	15		<u><u>£488,588</u></u>		<u><u>£614,862</u></u>

These abbreviated accounts have been prepared in accordance with the Special Provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

Approved by the Board on 22nd April 2002.

  
 ..... Director  
 T W Chapman  
  
 ..... Director  
 R E Chapman

The notes on pages 8 to 14 form part of these accounts.

# LUCKY JOE LIMITED

## ABBREVIATED CASH FLOW STATEMENT

For the year ended 31st July 2000

	2000 £	Restated 1999 £
<b>Reconciliation of operating profit to net cash inflow from operations</b>		
Operating loss	(74,698)	212,740
Depreciation of tangible fixed assets	91,048	114,006
Loss on disposal of investment	23,041	-
Loss on disposal of motor vehicle	-	22,000
Decrease in stocks	341,723	(512,284)
Decrease in debtors	252,740	(215,412)
Decrease in creditors	(133,078)	348,017
<b>Net cash inflow from operations</b>	<u>£500,776</u>	<u>£(30,933)</u>

### Cash flow statement

Net cash inflow from operations	500,776	(30,933)
Returns on investments and servicing of finance (note 19)	(58,000)	(48,016)
Taxation	(50,000)	(62,572)
Capital expenditure ( note 19)	(371,573)	(72,530)
Financing	221,190	-
<b>Increase in cash</b>	<u>£242,393</u>	<u>£(214,051)</u>

### Reconciliation of net cash flow to movement in net debt (note 19)

Increase in cash in the period	242,393	(214,051)
New hire purchase agreements	(26,350)	(13,883)
Cash paid in repaying hire purchase agreement	35,160	-
Bank loans	(230,000)	120,000
Change in net debt	21,203	(107,934)
Net debt at 1st August 1999	(736,412)	(628,478)
Net debt at 31st July 2000	<u>£(715,209)</u>	<u>£(736,412)</u>

The notes on pages 8 to 14 form part of these accounts.

# LUCKY JOE LIMITED

## NOTES FORMING PART OF THE ABBREVIATED FINANCIAL STATEMENTS

For the year ended 31st July 2000

---

### 1 ACCOUNTING POLICIES

There have been no changes in accounting policies during the year. The financial statements have been prepared in accordance with applicable accounting standards under the historical cost convention using the following accounting policies:

#### Depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Leasehold property	-	straight line over the terms of the lease
Furniture and fittings	-	15% on reducing balance
Motor vehicles	-	25% on reducing balance

#### Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

#### Foreign assets and liabilities

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the Balance Sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transactions.

#### 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.

#### Lease and hire purchase contracts

Assets purchased under Lease and Hire purchase contracts are included in fixed assets and depreciated in accordance with the policy above. The liabilities, net of finance charges allocated to future periods, are included in creditors. The finance charges are taken to the profit and loss account in the period in which they are paid.

#### 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. Differences between contributions payable and contributions actually paid in the year are shown as either accruals or prepayments at the year end.

**LUCKY JOE LIMITED****NOTES FORMING PART OF THE ABBREVIATED FINANCIAL STATEMENTS (continued)**

For the year ended 31st July 2000

**2 TURNOVER**

Turnover represents the amount of sales, stated net of value added tax, during the year ended 31st July 2000.

	2000	Restated 1999
	£	£
<b>3 INTEREST PAYABLE</b>		
On bank loan and overdraft	40,806	53,105
Finance leases and hire purchase contracts	15,577	16,088
	<u>£56,383</u>	<u>£69,193</u>

**4 LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION**

This is stated after charging:

Auditors' remuneration	3,000	3,000
Directors' remuneration	96,000	96,000
Directors' pension costs	17,040	15,040
Hire of equipment	2,327	1,569
Depreciation and amortisation	91,048	114,006
Loss on investment written off	23,041	-
Loss on disposal of motor vehicles	-	22,000
	<u>-</u>	<u>22,000</u>

**ADDITIONAL INFORMATION RELATING TO EMPLOYEES**

Staff costs consist of:

Wages and salaries	982,514	843,256
Social security costs	87,165	79,632
	<u>£1,069,679</u>	<u>£922,888</u>

The average monthly number of employees, including directors, during the year was as follows:

Office and administration	17	16
Sales and marketing	59	54
	<u>76</u>	<u>70</u>

**5 TAX ON PROFIT ON ORDINARY ACTIVITIES**

Based on the profit for the year:

Corporation tax @ 20% (1999: 20/21%)	-	47,517
Transfer to deferred taxation	16,562	-
Adjustments in prior years	(20,933)	-
	<u>£(4,371)</u>	<u>£47,517</u>

# LUCKY JOE LIMITED

## NOTES FORMING PART OF THE ABBREVIATED FINANCIAL STATEMENTS (continued)

For the year ended 31st July 2000

	2000 £	Restated 1999 £
<b>6 RESERVES</b>		
At beginning of year as previously stated	667,879	517,847
Prior year adjustment	68,172	
Less: associated corporation tax	<u>(15,055)</u>	<u>(53,117)</u>
As restated	614,762	517,847
Retained loss for the year	<u>(126,274)</u>	<u>96,915</u>
At 31st July 2000	<u><u>£488,488</u></u>	<u><u>£614,762</u></u>

The prior year adjustment is to correct some fundamental errors discovered in 2000 but which related to the 1999 accounts. The cumulative adjustments applicable to the 1999 accounts have no bearing on the results of this year.

## 7 FIXED ASSETS

	Leasehold property & improvements £	Fittings & equipment £	Motor vehicles £	Total £
<b>Cost</b>				
At 01.08.1999	153,990	564,327	141,995	860,312
Additions	98,875	257,790	14,908	371,573
Disposals	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
At 31.07.2000	<u><u>£252,865</u></u>	<u><u>£822,117</u></u>	<u><u>£156,903</u></u>	<u><u>£1,231,885</u></u>
<b>Depreciation</b>				
At 01.08.1999	67,741	374,407	22,499	464,647
Charge for year	14,731	45,626	30,690	91,047
Disposals	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
At 31.07.2000	<u><u>£82,472</u></u>	<u><u>£420,033</u></u>	<u><u>£53,189</u></u>	<u><u>£555,694</u></u>
<b>Net book value</b>				
At 31.07.2000	<u><u>£170,393</u></u>	<u><u>£402,084</u></u>	<u><u>£103,714</u></u>	<u><u>£676,191</u></u>
At 31.07.1999	<u><u>£86,249</u></u>	<u><u>£189,920</u></u>	<u><u>£119,496</u></u>	<u><u>£395,665</u></u>

The net book value of motor vehicles includes £102,115 (1999: £119,496) in respect of assets held under finance leases. The amount of depreciation in respect of such assets amounted to £30,417 for the year (1999: £22,499).

**LUCKY JOE LIMITED**

**NOTES FORMING PART OF THE ABBREVIATED FINANCIAL STATEMENTS (continued)**

For the year ended 31st July 2000

	2000	Restated 1999
	£	£
<b>8 STOCKS</b>		
Goods for resale	<u>£1,568,309</u>	<u>£1,910,032</u>
<b>9 DEBTORS</b>		
Due within one year		
Trade debtors	71,815	85,651
Other debtors	184,696	82,617
Prepayments and accrued income	68,756	388,665
Directors' loan account	-	6,019
Current taxation	-	15,055
	<u>£325,267</u>	<u>£578,007</u>
<b>10 INVESTMENTS</b>		
Other investments	<u>£NIL</u>	<u>£23,041</u>
<b>11 CREDITORS - Amounts falling due within one year</b>		
Bank loan and overdraft	308,676	492,605
Obligations under finance leases and hire purchase contracts	42,598	29,654
Trade creditors	974,956	1,007,847
Current taxation	38,755	124,743
Other taxes and social security costs	208,571	333,129
Other creditors and accruals	67,312	89,753
Director's loan account	<u>59,814</u>	-
	<u>£1,700,682</u>	<u>£2,077,731</u>

# LUCKY JOE LIMITED

## NOTES FORMING PART OF THE ABBREVIATED FINANCIAL STATEMENTS (continued)

For the year ended 31st July 2000

	2000 £	Restated 1999 £
<b>12 CREDITORS</b> - amounts falling due after more than one year		
Bank loan (due within five years)	280,000	110,000
Obligations under finance leases and hire purchase contracts	<u>87,958</u>	<u>109,711</u>
	<u><u>£367,958</u></u>	<u><u>£219,711</u></u>

The bank loan amounted to £350,000 is payable in quarterly instalments of £17,500 commencing 1st September 2000.

Obligations under finance leases & hire purchase contracts		
Amounts payable - within one year	46,640	40,913
- within two to five years	<u>101,804</u>	<u>113,203</u>
	148,444	154,116
Less: finance charges allocated to future periods	<u>17,888</u>	<u>14,751</u>
	<u><u>£130,556</u></u>	<u><u>£139,365</u></u>

Finance leases and hire purchase contracts are analysed as follows:

Current obligations	42,598	29,654
Non-current obligations	<u>87,958</u>	<u>109,711</u>
	<u><u>£130,556</u></u>	<u><u>£139,365</u></u>

## 13 DEFERRED TAXATION

Provision for the year	<u>16,562</u>	-
Balance at 31st July 2000	<u><u>£16,562</u></u>	<u><u>£NIL</u></u>

The above provision is related to accelerated capital allowances.

## 14 SHARE CAPITAL

Authorised		
Ordinary shares of £1 each	<u>£1,000</u>	<u>£1,000</u>
Allotted, called and fully paid		
Ordinary shares of £1 each	<u>£100</u>	<u>£100</u>

**LUCKY JOE LIMITED****NOTES FORMING PART OF THE ABBREVIATED FINANCIAL STATEMENTS (continued)**

For the year ended 31st July 2000

	2000 £	Restated 1999 £
<b>15 RECONCILIATION OF MOVEMENTS ON SHAREHOLDERS' FUNDS</b>		
Loss for the financial year after taxation	(126,274)	96,915
Opening shareholders' funds at 1st August 1999 (originally £667,979 before deducting prior year adjustment of £53,117)	<u>614,862</u>	<u>517,947</u>
Closing shareholders' funds at 31st July 2000	<u>£488,588</u>	<u>£614,862</u>

**16 CONTINGENT LIABILITIES**

There were no contingent liabilities at the Balance Sheet date which have not been provided for in the accounts.

**17 TRANSACTIONS WITH DIRECTORS**

Loan to directors

During the year, the company provided a loan in the sum of £86,000 (1999: £84,714) to the directors, Mr T Chapman and Mrs R Chapman. This loan has been fully settled after the year end.

**18 PENSION COMMITMENTS**

The company operates a defined contribution pension scheme on behalf of its directors. The assets of the scheme are held separately from those of the company in an independently administered fund. The annual commitment under this scheme is for contributions of £17,040 (1999: £15,040).

**LUCKY JOE LIMITED**

**NOTES FORMING PART OF THE ABBREVIATED FINANCIAL STATEMENTS (continued)**

For the year ended 31st July 2000

**19 NOTES TO CASH FLOW STATEMENT**

	2000 £	Restated 1999 £
<b>GROSS CASH FLOW</b>		
<b>Returns on investments and servicing of finance</b>		
Interest paid	(58,436)	(48,901)
Interest received	436	885
	<u>£(58,000)</u>	<u>£(48,016)</u>
<b>Capital expenditure</b>		
Payments to acquire tangible fixed assets	<u>£(371,573)</u>	<u>£(72,530)</u>
<b>Financing</b>		
Receipts from loan taken	350,000	-
New hire purchase agreements	26,350	-
Repayment of loan	(120,000)	-
Capital repayments of hire purchase contracts	<u>(35,160)</u>	<u>-</u>
	<u>£221,190</u>	<u>£NIL</u>

**ANALYSIS OF CHANGES IN NET DEBT**

	Balance 31.07.1999 £	Cash flows £	Inception of finance leases £	Balance 31.07.2000 £
Cash in hand and at bank	5,559	(1,536)	-	4,023
Overdrafts	<u>(372,605)</u>	<u>243,929</u>	<u>-</u>	<u>(128,676)</u>
	(367,046)	242,393	-	(124,653)
Finance leases	(139,366)	35,160	(26,350)	(130,556)
Bank loans	<u>(230,000)</u>	<u>(230,000)</u>	<u>-</u>	<u>(460,000)</u>
Total	<u>£(736,412)</u>	<u>£47,553</u>	<u>£(26,350)</u>	<u>£(715,209)</u>