

LUCKY JOE LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 OCTOBER 2006

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LUCKY JOE LIMITED

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LUCKY JOE LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 OCTOBER 2006

The directors present their report and financial statements for the year ended 31 October 2006

Principal activities and review of the business

The principal activity of the company continued to be that of fashion retailers

The company continued with strong sales growth through the year. The benefits of the development and launch www.matchesfashion.com during the period will show in future years profits

The directors are confident that the company has adequate resources to achieve its future plans

Results and dividends

The results for the year are set out on page 4

The directors do not recommend payment of an ordinary dividend

Directors

The following directors have held office since 1 November 2005

T W Chapman

R E Chapman

Directors' interests

The directors' interests in the shares of the company were as stated below

	Ordinary shares of £1 each	
	31 October 2006	1 November 2005
T W Chapman	37,500	37,500
R E Chapman	12,500	12,500

Charitable donations	2006	2005
	£	£

During the year the company made the following payments

Charitable donations	-	2,050
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Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Ivan Sopher & Co be reappointed as auditors of the company will be put to the Annual General Meeting

LUCKY JOE LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2006

Directors' responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice

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 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 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

Statement of disclosure to auditor

(a) so far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware, and

(b) they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information

On behalf of the board

T W Chapman

Director

4 April 2007



LUCKY JOE LIMITED

INDEPENDENT AUDITORS' REPORT TO LUCKY JOE LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985 UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 4 to 20, together with the financial statements of Lucky Joe Limited for the year ended 31 October 2006 prepared under section 226 of the Companies Act 1985

This report is made solely to the company in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company those matters we are required to state to them in an auditor's report on abbreviated accounts and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our audit work, for this report, or for the opinions we have formed.

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 abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

Basis of audit opinion

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

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 have been properly prepared in accordance with that provision.



Ivan Sopher & Co

Chartered Accountants
Registered Auditor

12 April 2007

Chartered Accountants
5 Elstree Gate
Elstree Way
Borehamwood
Herts WD6 1JD

LUCKY JOE LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 OCTOBER 2006

	Notes	2006 £	2005 £
Gross profit		6,044,016	4,873,277
Distribution costs		(469,220)	(412,411)
Administrative expenses		(4,995,102)	(4,818,006)
Operating profit/(loss)	2	579,694	(357,140)
Other interest receivable and similar income		-	1
Interest payable and similar charges	4	(90,462)	(105,649)
Profit/(loss) on ordinary activities before taxation		489,232	(462,788)
Tax on profit/(loss) on ordinary activities	5	(51,143)	(1,026)
Profit/(loss) for the year	16	438,089	(463,814)

The profit and loss account has been prepared on the basis that all operations are continuing operations

There are no recognised gains and losses other than those passing through the profit and loss account

Note of historical cost profits and losses

	2006 £	2005 £
Reported profit/(loss) on ordinary activities before taxation	489,232	(462,788)
Realisation of property revaluation gains of previous years	-	-
Difference between an historical cost depreciation charge and the actual depreciation charge of the year calculated on the revalued amount	1,169	1,169
Historical cost profit/(loss) on ordinary activities before taxation	490,401	(461,619)
Historical cost profit/(loss) for the year retained after taxation, extraordinary items and dividends	439,258	(462,645)

LUCKY JOE LIMITED

ABBREVIATED BALANCE SHEET

AS AT 31 OCTOBER 2006

	Notes	2006 £	£	2005 £	£
Fixed assets					
Intangible assets	6	97,582		51,626	
Tangible assets	7 and 8	1,884,880		1,686,321	
		<u>1,982,462</u>		<u>1,737,947</u>	
Current assets					
Stocks	9	2,048,058	1,995,694		
Debtors	10	1,536,108	881,336		
Cash at bank and in hand		18,302	9,503		
		<u>3,602,468</u>	<u>2,886,533</u>		
Creditors' amounts falling due within one year	11	<u>(4,300,497)</u>	<u>(3,881,729)</u>		
Net current liabilities		<u>(698,029)</u>		<u>(995,196)</u>	
Total assets less current liabilities		<u>1,284,433</u>		<u>742,751</u>	
Creditors' amounts falling due after more than one year	12	(629,044)		(528,626)	
Provisions for liabilities	13	(96,040)		(92,865)	
		<u>559,349</u>		<u>121,260</u>	
Capital and reserves					
Called up share capital	15	50,000	50,000		
Revaluation reserve	16	213,040	214,209		
Profit and loss account	16	296,309	(142,949)		
Shareholders' funds	17	<u>559,349</u>		<u>121,260</u>	

LUCKY JOE LIMITED

ABBREVIATED BALANCE SHEET (CONTINUED)

AS AT 31 OCTOBER 2006

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 and authorised for issue on 4 April 2007

T W Chapman
Director



LUCKY JOE LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 OCTOBER 2006

	£	2006 £	£	2005 £
Net cash inflow from operating activities		122,010		544,847
Returns on investments and servicing of finance				
Interest received	-		1	
Interest paid	(90,462)		(105,649)	
Net cash outflow for returns on investments and servicing of finance		(90,462)		(105,648)
Taxation		(1)		(32,816)
Capital expenditure				
Payments to acquire intangible assets	(69,276)		(9,884)	
Payments to acquire tangible assets	(219,107)		(57,065)	
Receipts from sales of tangible assets	1,209		-	
Net cash outflow for capital expenditure		(287,174)		(66,949)
Net cash (outflow)/inflow before management of liquid resources and financing		(255,627)		339,434
Financing				
Repayment of long term bank loan	(24,345)		(42,824)	
Repayment of other short term loans	-		(48,973)	
Capital element of hire purchase contracts	(39,979)		(56,214)	
Net cash outflow from financing		(64,324)		(148,011)
(Decrease)/increase in cash in the year		(319,951)		191,423

LUCKY JOE LIMITED

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 OCTOBER 2006

1	Reconciliation of operating profit/(loss) to net cash inflow from operating activities	2006	2005
		£	£
	Operating profit/(loss)	579,694	(357,140)
	Depreciation of tangible assets	163,964	182,160
	Amortisation of intangible assets	22,838	14,693
	Loss on disposal of tangible assets	929	-
	Increase in stocks	(52,364)	(11,050)
	(Increase)/decrease in debtors	(654,771)	262,631
	Increase in creditors within one year	61,720	453,553
	Net cash inflow from operating activities	122,010	544,847

2	Analysis of net debt	1 November 2005	Cash flow	Other non-cash changes	31 October 2006
		£	£	£	£
	Net cash				
	Cash at bank and in hand	9,503	8,799	-	18,302
	Bank overdrafts	(439,541)	(328,750)	-	(768,291)
		(430,038)	(319,951)	-	(749,989)
	Bank deposits	-	-	-	-
	Debt				
	Finance leases	(24,554)	(105,092)	-	(129,646)
	Debts falling due within one year	(26,527)	(2,143)	-	(28,670)
	Debts falling due after one year	(528,626)	26,487	-	(502,139)
		(579,707)	(80,748)	-	(660,455)
	Net debt	(1,009,745)	(400,699)	-	(1,410,444)

3	Reconciliation of net cash flow to movement in net debt	2006	2005
		£	£
	(Decrease)/increase in cash in the year	(319,951)	191,423
	Cash (inflow)/outflow from (increase)/decrease in debt and lease financing	(80,748)	148,010
	Movement in net debt in the year	(400,699)	339,433
	Opening net debt	(1,009,745)	(1,349,178)
	Closing net debt	(1,410,444)	(1,009,745)

LUCKY JOE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 2006

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of leasehold land and buildings and investment properties

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT

1.4 Intangible asset - website

Amortisation is calculated to write off the cost in equal annual instalments over the estimated useful life

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows

Land and buildings Leasehold	See below
Fixtures, fittings and equipment	15% reducing balance from the month of acquisition
Motor vehicles	25% reducing balance from the month of acquisition

Depreciation is not provided on leasehold property on an annual basis. The directors have adopted a policy of performing an annual valuation of the leasehold property to ensure that the current valuation is not less than the book value. Where the current valuation is less than the book value the difference is adjusted in the profit and loss account. The revaluation is reflected in the accounts if the current value is materially higher than the book value.

Investment properties are included in the balance sheet at their open market value. Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years.

1.6 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.7 Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

LUCKY JOE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2006

1 Accounting policies (continued)

1.8 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.9 Deferred taxation

The accounting policy in respect of deferred tax reflects the requirements of FRS19 - Deferred tax. Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

No provision has been made for deferred tax on gains recognised on revaluing property to its market value as the company does not intend to sell the revalued assets.

2	Operating profit/(loss)	2006 £	2005 £
	Operating profit/(loss) is stated after charging		
	Amortisation of intangible assets	22,838	14,693
	Depreciation of tangible assets	163,964	182,160
	Loss on disposal of tangible assets	929	-
	Operating lease rentals	900,797	867,692
	Auditors' remuneration	17,500	30,000
		<u> </u>	<u> </u>
3	Investment income	2006 £	2005 £
	Bank interest	-	1
		<u> </u>	<u> </u>
4	Interest payable	2006 £	2005 £
	On bank loans and overdrafts	77,620	97,365
	Hire purchase interest	12,842	8,284
		<u> </u>	<u> </u>
		90,462	105,649
		<u> </u>	<u> </u>

LUCKY JOE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2006

5	Taxation	2006 £	2005 £
	Domestic current year tax		
	U K corporation tax	47,968	-
	Adjustment for prior years	-	2,311
	Current tax charge	47,968	2,311
	Deferred tax		
	Deferred tax charge/credit current year	3,175	(1,285)
		51,143	1,026
	Factors affecting the tax charge for the year		
	Profit/(loss) on ordinary activities before taxation	489,232	(462,788)
	Profit/(loss) on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 19.00% (2005 - 19.00%)	92,954	(87,930)
	Effects of		
	Non deductible expenses	5,732	9,520
	Depreciation add back	31,153	34,610
	Capital allowances	(42,716)	(28,171)
	Tax losses	(39,155)	74,282
		(44,986)	90,241
	Current tax charge	47,968	2,311

The company has estimated losses of £ nil (2005 - £ 206,077) available for carry forward against future trading profits

LUCKY JOE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2006

6 Intangible fixed assets

	Website £
Cost	
At 1 November 2005	78,636
Additions	69,276
	<hr/>
At 31 October 2006	147,912
	<hr/>
Amortisation	
At 1 November 2005	27,010
Charge for the year	23,320
	<hr/>
At 31 October 2006	50,330
	<hr/>
Net book value	
At 31 October 2006	97,582
	<hr/>
At 31 October 2005	51,626
	<hr/>

LUCKY JOE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2006

7 Tangible fixed assets

	Land and buildings Leasehold £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 November 2005	662,865	2,054,702	22,178	2,739,745
Additions	67,668	287,446	13,647	368,761
Disposals	-	-	(13,036)	(13,036)
At 31 October 2006	730,533	2,342,148	22,789	3,095,470
Depreciation				
At 1 November 2005	-	1,090,237	11,737	1,101,974
On disposals	-	-	(10,898)	(10,898)
Charge for the year	-	156,098	4,244	160,342
At 31 October 2006	-	1,246,335	5,083	1,251,418
Net book value				
At 31 October 2006	730,533	1,095,813	17,706	1,844,052
At 31 October 2005	662,865	964,466	10,440	1,637,771

The leasehold properties (including those classified as investment properties) were revalued at 31 July 2001, on an existing value basis by Taylor Forrest, Chartered Surveyors. An interim valuation has been carried out by the same, the result of which was that there is no material change in the value of those properties as at 31 October 2006.

Comparable historical cost for the land and buildings included at valuation.

	£
Cost	
At 1 November 2005	603,755
Additions	67,668
At 31 October 2006	671,423
Depreciation based on cost	
At 1 November 2005	259,642
Charge for the year	61,085
At 31 October 2006	320,727
Net book value	
At 31 October 2006	350,696
At 31 October 2005	259,462

LUCKY JOE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2006

7 Tangible fixed assets

(continued)

Included above are assets held under finance leases or hire purchase contracts as follows

	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Net book values			
At 31 October 2006	112,735	17,131	129,866
At 31 October 2005	107,285	-	107,285
Depreciation charge for the year			
At 31 October 2006	11,547	3,427	14,974
At 31 October 2005	18,932	-	18,932

8 Tangible fixed assets

	Investment properties £
Cost or valuation	
At 1 November 2005 & at 31 October 2006	80,000
Depreciation	
At 1 November 2005	31,450
Charge for the year	7,722
At 31 October 2006	39,172
Net book value	
At 31 October 2006	40,828
At 31 October 2005	48,550

LUCKY JOE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2006

9	Stocks and work in progress	2006 £	2005 £
	Work in progress	17,304	-
	Finished goods and goods for resale	2,030,754	1,995,694
		<u>2,048,058</u>	<u>1,995,694</u>

10	Debtors	2006 £	2005 £
	Trade debtors	421,135	293,740
	Corporation tax	32,817	32,816
	Other debtors	795,423	218,543
	Prepayments and accrued income	286,733	336,237
		<u>1,536,108</u>	<u>881,336</u>

11	Creditors, amounts falling due within one year	2006 £	2005 £
	Bank loans and overdrafts	796,961	466,068
	Net obligations under hire purchase contracts	2,741	24,554
	Trade creditors	2,507,614	2,314,114
	Corporation tax	47,968	-
	Other taxes and social security costs	746,328	668,678
	Other creditors	107,183	93,882
	Accruals and deferred income	91,702	314,433
		<u>4,300,497</u>	<u>3,881,729</u>

Bank loans and overdraft are secured by a fixed and floating charge over the assets of the company and also by personal guarantees from the directors for £1,935,000

LUCKY JOE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2006

12 Creditors amounts falling due after more than one year	2006 £	2005 £
Bank loans	502,139	528,626
Net obligations under hire purchase contracts	126,905	-
	<u>629,044</u>	<u>528,626</u>
Analysis of loans		
Not wholly repayable within five years by instalments		
Bank loan	(530,808)	555,153
Wholly repayable within five years	1,061,617	-
	<u>530,809</u>	<u>555,153</u>
Included in current liabilities	(28,670)	(26,527)
	<u>502,139</u>	<u>528,626</u>
Instalments not due within five years	<u>387,457</u>	<u>422,518</u>
Loan maturity analysis		
In more than one year but not more than two years	28,670	26,527
In more than two years but not more than five years	86,010	79,581
In more than five years	<u>387,457</u>	<u>422,518</u>
Bank loans and overdraft are secured by a fixed and floating charge over the assets of the company and also by personal guarantees from the directors for £1,935,000		
Net obligations under hire purchase contracts		
Repayable within one year	2,768	29,223
Repayable between one and five years	148,249	-
	<u>151,017</u>	<u>29,223</u>
Finance charges and interest allocated to future accounting periods	(21,371)	(4,669)
	<u>129,646</u>	<u>24,554</u>
Included in liabilities falling due within one year	(2,741)	(24,554)
	<u>126,905</u>	<u>-</u>

LUCKY JOE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2006

13 Provisions for liabilities and charges

	Deferred tax liability £
Balance at 1 November 2005	92,865
Profit and loss account	3,175
	<u>96,040</u>
Balance at 31 October 2006	<u>96,040</u>

The deferred tax liability is made up as follows:

	2006 £	2005 £
Accelerated capital allowances	<u>96,040</u>	<u>92,865</u>

14 Pension costs

Defined contribution

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund.

	2006 £	2005 £
Contributions payable by the company for the year	<u>17,040</u>	<u>17,040</u>

15 Share capital

	2006 £	2005 £
Authorised		
50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>
Allotted, called up and fully paid		
50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>

LUCKY JOE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2006

16 Statement of movements on reserves

	Revaluation reserve £	Profit and loss account £
Balance at 1 November 2005	214,209	(142,949)
Profit for the year	-	438,089
Transfer from revaluation reserve to profit and loss account	-	1,169
Depreciation written back	(1,169)	-
Balance at 31 October 2006	<u>213,040</u>	<u>296,309</u>

17 Reconciliation of movements in shareholders' funds

	2006 £	2005 £
Profit/(Loss) for the financial year	438,089	(463,814)
Opening shareholders' funds	<u>121,260</u>	<u>585,074</u>
Closing shareholders' funds	<u>559,349</u>	<u>121,260</u>

18 Financial commitments

At 31 October 2006 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 October 2007

	Land and buildings		Other	
	2006 £	2005 £	2006 £	2005 £
Operating leases which expire				
Within one year	42,000	-	-	-
Between two and five years	347,850	333,600	3,357	3,357
In over five years	481,000	528,742	-	-
	<u>870,850</u>	<u>862,342</u>	<u>3,357</u>	<u>3,357</u>

LUCKY JOE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2006

19 Directors' emoluments	2006 £	2005 £
Emoluments for qualifying services	96,000	96,000
Company pension contributions to money purchase schemes	17,040	17,040
	<u>113,040</u>	<u>113,040</u>

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 2 (2005 - 2)

20 Transactions with directors

	Amount outstanding		Maximum
	2006	2005	in year
	£	£	£
Director's current account (debit bal)	148,315	2,711	148,315
Director's current account (debit bal)	10,064	-	10,064
	<u>158,379</u>	<u>2,711</u>	<u>158,379</u>

The directors' loan accounts were fully repaid within nine months of the year end

LUCKY JOE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2006

21 Employees

Number of employees

The average monthly number of employees (including directors) during the year was

	2006 Number	2005 Number
Office and administration	32	29
Sales and marketing	94	93
	<u>126</u>	<u>122</u>

Employment costs

	2006 £	2005 £
Wages and salaries	2,335,202	2,136,321
Social security costs	223,369	191,048
Other pension costs	17,040	17,040
	<u>2,575,611</u>	<u>2,344,409</u>

22 Related party transactions

During the year the following related party transactions took place within the normal course of business

Sales of goods and services	2004 £	2003 £
To the Max Mara Partnership		
Rent and services	134,748	128,501
Management fees	<u>180,000</u>	<u>180,000</u>

As at the balance sheet date, the following debit/(credit) balances existed with related parties

Max Mara Partnership	<u>559,134</u>	<u>30,452</u>
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The Max Mara Partnership is an unincorporated business in which the directors Mr T and Mrs R Chapman are partners