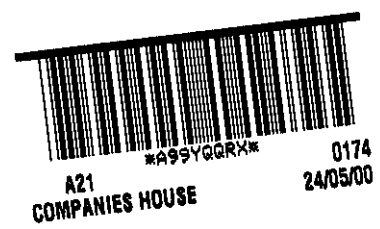


REGISTRAR

CRESTHART LIMITED
DIRECTOR'S REPORT AND ACCOUNTS
FOR THE YEAR ENDED 29TH FEBRUARY 2000



CRESTHART LIMITED

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CRESTHART LIMITED

REPORT OF THE DIRECTOR

FOR THE YEAR ENDED 29TH FEBRUARY 2000

The director presents her report and the Accounts for the year ended 29th February 2000.

Principal Activity and Review of Business

The principal activity continues to be that of retail jewellers.

The results are as set out on page 3.

Dividends

The director does not recommend the payment of a dividend.

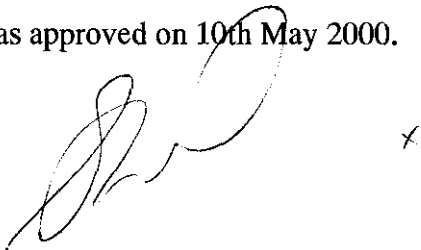
Director

The director who served during the year and her beneficial interest in the company's issued ordinary share capital were:

	<u>Number of Shares</u>	
	<u>29th February 2000</u>	<u>1st March 1999</u>
S. Ronayne	99	99

This report was approved on 10th May 2000.

x
S. Ronayne
Director



Registered Number: 2736530

ACCOUNTANT'S REPORT
ON THE UNAUDITED ACCOUNTS
TO THE DIRECTOR OF
CRESTHART LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 29th February 2000 set out on pages 3 to 9, and consider that the company is exempt from audit. In accordance with your instructions, I have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to me, and I report that they are in accordance therewith.



Melville Morris
Chartered Accountant
Liverpool

10th May 2000

CRESTHART LIMITED**PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 29TH FEBRUARY 2000**

	<u>Notes</u>	<u>2000</u> £	<u>1999</u> £
TURNOVER	1.2	224,840	223,207
COST OF SALES		(125,669)	(120,288)
		<hr/>	<hr/>
<u>GROSS PROFIT</u>		99,171	102,919
Rents received		4,208	4,208
		<hr/>	<hr/>
		103,379	107,127
Selling and distribution costs		(66,453)	(67,078)
Administrative expenses		(32,427)	(33,726)
		<hr/>	<hr/>
<u>OPERATING PROFIT BEFORE INTEREST</u>	2	4,499	6,323
Interest Receivable		135	13
Interest Payable		(5,912)	(7,671)
		<hr/>	<hr/>
<u>LOSS ON ORDINARY ACTIVITIES</u> <u>BEFORE TAXATION</u>		(1,278)	(1,335)
Taxation	3	245	312
		<hr/>	<hr/>
<u>RETAINED LOSS FOR YEAR</u>		(1,033)	(1,023)
RETAINED PROFIT BROUGHT FORWARD		27,840	28,863
		<hr/>	<hr/>
<u>RETAINED PROFIT CARRIED FORWARD</u>		26,807	27,840
		<hr/>	<hr/>

There were no recognised gains and losses for 2000 or 1999 other than those included in the Profit and Loss Account.

The notes on pages 5 to 9 form part of these Accounts.

CRESTHART LIMITED**BALANCE SHEET****AT 29TH FEBRUARY 2000**

		<u>2000</u>	<u>1999</u>
	<u>Notes</u>	<u>£</u>	<u>£</u>
<u>FIXED ASSETS</u>			
Tangible Assets	4	91,069	92,924
<u>CURRENT ASSETS</u>			
Stock		47,096	55,196
Cash at Bank and in Hand		<u>10,166</u>	<u>14,043</u>
		57,262	69,239
CREDITORS: Amounts falling due within one year	5	<u>(62,535)</u>	<u>(72,547)</u>
<u>NET CURRENT LIABILITIES</u>		<u>(5,273)</u>	<u>(3,308)</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		85,796	89,616
CREDITORS: Amounts falling due after more than one year	6	<u>(58,750)</u>	<u>(61,292)</u>
<u>PROVISIONS FOR LIABILITIES AND CHARGES</u>			
Deferred Tax	7	<u>(139)</u>	<u>(384)</u>
<u>NET ASSETS</u>		<u>26,907</u>	<u>27,940</u>
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	8	100	100
Profit and Loss Account		<u>26,807</u>	<u>27,840</u>
<u>SHAREHOLDERS' FUNDS</u>	9	<u>26,907</u>	<u>27,940</u>

The director considers that the company is entitled to exemption from the requirement to have an audit under the provisions of Section 249A(1) of the Companies Act, 1985. Shareholders holding 10% or more of the nominal value of the company's issued share capital have not issued a notice requiring an audit. The director acknowledges her responsibility for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act, 1985 and for preparing Accounts which give a true and fair view of the state of affairs of the company as at 29th February 2000 and of its loss for the year then ended in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to the Accounts so far as applicable to the company. The Accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The Accounts were approved on 10th May 2000.

S. Ronayne
Director

The notes on pages 5 to 9 form part of these Accounts.

CRESTHART LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 29TH FEBRUARY 2000

1. ACCOUNTING POLICIES

1.1 Basis of Preparation of Accounts

The Accounts are prepared under the historical cost convention and include the results of the company's operations which are described in the Director's Report and all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

1.3 Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold Property	1% straight line basis
Lease	5.56% straight line basis
Fixtures and Fittings	10% reducing balance basis

1.4 Operating Leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.5 Stocks

Stocks are valued at the lower of cost and net realisable value.

CRESTHART LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 29TH FEBRUARY 2000

1.6 Deferred Taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

1.7 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

2. OPERATING PROFIT

The operating profit is stated after charging:

	<u>2000</u>	<u>1999</u>
	£	£
Depreciation of Tangible Fixed Assets		
- owned by the company	1,855	1,826
Accountancy	2,300	2,200
Operating lease rentals - equipment	1,327	629
- motor vehicle	3,754	3,705
Director's Emoluments	16,684	17,437
Pension Costs	2,100	2,100

3. TAXATION

	<u>2000</u>	<u>1999</u>
	£	£
<u>U.K. Current Year Taxation</u>		
U.K. Corporation Tax at 20%/21%		
(1999 - 21%)	-	(105)
Transfer from deferred taxation	(245)	(207)
	<hr/>	<hr/>
	(245)	(312)
	<hr/>	<hr/>

CRESTHART LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 29TH FEBRUARY 2000

4. **TANGIBLE FIXED ASSETS**

	<u>Freehold Property</u>	<u>Lease</u>	<u>Fixtures and Fittings</u>	<u>Total</u>
<u>Cost</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
At 1st March 1999 and at 29th February 2000	83,178	7,029	10,823	101,030
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u>Depreciation</u>				
At 1st March 1999	1,662	1,955	4,489	8,106
Charge for Year	831	391	633	1,855
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 29th February 2000	2,493	2,346	5,122	9,961
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u>Net Book Value</u>				
At 29th February 2000	80,685	4,683	5,701	91,069
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 28th February 1999	81,516	5,074	6,334	92,924
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

5. **CREDITORS:** Amounts falling due within one year

	<u>2000</u>	<u>1999</u>
	<u>£</u>	<u>£</u>
Trade Creditors	23,908	31,204
Other Creditors	17,784	20,190
Social Security and Other Taxes	9,565	8,533
Bank Overdraft (secured)	2,883	3,940
Mortgage	8,395	8,680
	<u> </u>	<u> </u>
	62,535	72,547
	<u> </u>	<u> </u>

CRESTHART LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 29TH FEBRUARY 2000

6. **CREDITORS:** Amounts falling due after more than one year

	<u>2000</u>	<u>1999</u>
	£	£
Mortgage	58,750	61,292
	<u> </u>	<u> </u>

7. **DEFERRED TAXATION**

	<u>2000</u>	<u>1999</u>
	£	£
Balance at 1st March 1999	384	591
Charge for Year	(245)	(207)
	<u> </u>	<u> </u>
Balance at 29th February 2000	139	384
	<u> </u>	<u> </u>

The provision for deferred taxation is made up of accelerated capital allowances.

8. **CALLED UP SHARE CAPITAL**

	<u>2000</u>	<u>1999</u>
	£	£
<u>Authorised</u>		
Ordinary Shares of £1 each	100	100
	<u> </u>	<u> </u>
<u>Allotted, Called Up and Fully Paid</u>		
Ordinary Shares of £1 each	100	100
	<u> </u>	<u> </u>

CRESTHART LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 29TH FEBRUARY 2000

9. **MOVEMENT ON SHAREHOLDERS' FUNDS**

	<u>2000</u>	<u>1999</u>
	£	£
Loss for the Year	(1,033)	(1,023)
Opening Shareholders' Funds	27,940	28,963
	<hr/>	<hr/>
<u>Closing Shareholders' Funds</u>	<u>26,907</u>	<u>27,940</u>