

2736530

CRESTHART LIMITED

DIRECTORS' REPORT and FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28th FEBRUARY, 1995



CRESTHART LIMITED

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CRESTHART LIMITED

REPORT of the DIRECTORS

FOR THE YEAR ENDED 28th FEBRUARY, 1995

The directors present their report and the financial statements for the year ended 28th February, 1995.

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 the 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 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.

PRINCIPAL ACTIVITY

The company's principal activity continues to be that of retail jewellers.

DIRECTORS

The directors who served during the year and their beneficial interests in the company's issued ordinary share capital were:

	<u>Number of Shares</u>	
	<u>28th February, 1995</u>	<u>1st March, 1994</u>
S. Ralph	99	99
S. Helsby	1	1

AUDITOR

The auditor of the company, Melville Morris, will be proposed for reappointment in accordance with section 385 of the Companies Act 1985.

This report, which has been prepared taking advantage of special exemptions applicable to small companies, was approved by the board on 23rd April, 1996 and signed on its behalf.

X 
S. Ralph
Secretary

X

Registered Number: 2736530

AUDITOR'S REPORT
TO THE SHAREHOLDERS OF
CRESTHART LIMITED

I have audited the financial statements on pages 3 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

Respective Responsibilities of Directors and Auditor.

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is my responsibility to form an independent opinion, based on my audit, on those statements and to report my opinion to you.

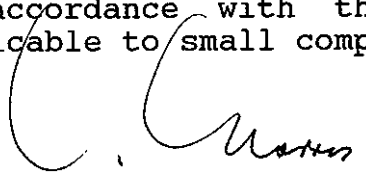
Basis of Opinion

I conducted my 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.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me 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 my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In my opinion the financial statements give a true and fair view of the state of the company's affairs as at 28th February, 1995 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.


Melville Morris
Registered Auditor
Chartered Accountant
Liverpool

23rd April, 1996

CRESTHART LIMITED

PROFIT and LOSS ACCOUNT

FOR THE YEAR ENDED 28th FEBRUARY, 1995

		<u>1995</u>	<u>1994</u>
	<u>Notes</u>	<u>£</u>	<u>£</u>
TURNOVER	1.2	205,151	69,906
COST OF SALES		(114,285)	(36,710)
<u>GROSS PROFIT</u>		90,866	33,196
Rent Received		3,500	-
		94,366	33,196
Selling and distribution costs		(49,381)	(19,592)
Administrative expenses		(26,984)	(5,997)
<u>OPERATING PROFIT</u>	2	18,001	7,607
Interest Payable		(1,737)	(8)
<u>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</u>		16,264	7,599
Taxation	3	(4,066)	(959)
<u>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</u>		12,198	6,640
LOSS ABSORBED		-	(3,869)
<u>RETAINED PROFIT FOR YEAR</u>		12,198	2,771
RETAINED PROFIT BROUGHT FORWARD		2,771	-
<u>RETAINED PROFIT CARRIED FORWARD</u>		14,969	2,771

There were no recognised gains and losses for 1995 or 1994 other than those included in the profit and loss account

The notes on pages 5 to 8 form part of these financial statements.

CRESTHART LIMITED

BALANCE SHEET

as at 28th FEBRUARY, 1995

		<u>1995</u>	<u>1994</u>
	<u>Notes</u>	<u>£</u>	<u>£</u>
<u>FIXED ASSETS</u>			
Tangible Assets	4	15,687	711
<u>CURRENT ASSETS</u>			
Stock		64,380	30,790
Cash at Bank and in Hand		6,970	1,984
		<u>71,350</u>	<u>32,774</u>
CREDITORS: Amounts falling due within one year	5	(62,710)	(30,560)
<u>NET CURRENT ASSETS</u>		<u>8,640</u>	<u>2,214</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		<u>24,327</u>	<u>2,925</u>
CREDITORS: Amounts falling due after more than one year	6	(8,938)	-
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred Tax	7	(320)	(54)
<u>NET ASSETS</u>		<u>15,069</u>	<u>2,871</u>
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	8	100	100
Profit and Loss Account		14,969	2,771
<u>SHAREHOLDERS' FUNDS</u>	9	<u>15,069</u>	<u>2,871</u>

The directors have taken advantage, in the preparation of these financial statements, of special exemptions applicable to small companies under Schedule 8 Part 1 of the Companies Act, 1985 on the grounds that, in the opinion of the directors, the company qualifies as a small company and is entitled to make use of the special exemptions.

The financial statements were approved by the board on 23rd April, 1996 and signed on its behalf.

S. Helsby
Director

S. Helsby

The notes on pages 5 to 8 form part of these financial statements.

CRESTHART LIMITED

NOTES to the FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28th FEBRUARY, 1995

1. ACCOUNTING POLICIES

1.1 Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and include the results of the company's operations which are described in the Directors' 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:

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.

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.

CRESTHART LIMITED

NOTES to the FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28th FEBRUARY, 1995

2. OPERATING PROFIT

The operating profit is stated after charging:

	<u>1995</u>	<u>1994</u>
	<u>£</u>	<u>£</u>
Depreciation of Tangible Fixed Assets		
- owned by the company	1,396	79
Auditor's Remuneration	1,000	1,000
Operating lease rentals - equipment	500	234
Directors' Emoluments	13,412	2,600

3. TAXATION

	<u>1995</u>	<u>1994</u>
	<u>£</u>	<u>£</u>
<u>U. K. Current Year Taxation</u>		
U. K. Corporation Tax at 25% (1994 - 25%)	3,800	937
Transfer to deferred taxation	266	22
	<u>4,066</u>	<u>959</u>

4. TANGIBLE FIXED ASSETS

	<u>Lease</u>	<u>Fixtures and Fittings</u>	<u>Total</u>
<u>Cost</u>			
At 1st March, 1994	-	875	875
Additions	7,029	9,343	16,372
At 28th February, 1995	<u>7,029</u>	<u>10,218</u>	<u>17,247</u>
<u>Depreciation</u>			
At 1st March, 1994	-	164	164
Charge for Year	391	1,005	1,396
At 28th February, 1995	<u>391</u>	<u>1,169</u>	<u>1,560</u>
<u>Net Book Value</u>			
At 28th February, 1995	<u>6,638</u>	<u>9,049</u>	<u>15,687</u>
At 28th February, 1994	<u>-</u>	<u>711</u>	<u>711</u>

CRESTHART LIMITED

NOTES to the FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28th FEBRUARY, 1995

5. CREDITORS: Amounts falling due within one year

	<u>1995</u>	<u>1994</u>
	<u>£</u>	<u>£</u>
Trade Creditors	26,824	23,436
Directors Loan Account	-	111
Other Creditors	4,834	1,950
Social Security & Other Taxes	9,872	4,126
Corporation Tax	3,800	937
Bank Overdraft	15,098	-
Bank Loan	2,282	-
	<u>62,710</u>	<u>30,560</u>

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

	<u>1995</u>	<u>1994</u>
	<u>£</u>	<u>£</u>
Bank Loan	8,938	-

7. DEFERRED TAXATION

	<u>1995</u>	<u>1994</u>
	<u>£</u>	<u>£</u>
Balance at 1st March	54	32
Charge for the year	266	22
	<u>320</u>	<u>54</u>

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

8. CALLED UP SHARE CAPITAL

	<u>1995</u>	<u>1994</u>
	<u>£</u>	<u>£</u>
<u>AUTHORISED</u>		
Ordinary Shares of £1 each	100	100
<u>ALLOTTED, CALLED UP AND FULLY PAID</u>		
Ordinary Shares of £1 each	100	100

CRESTHART LIMITED

NOTES to the FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28th FEBRUARY, 1995

9. MOVEMENT ON SHAREHOLDERS' FUNDS

	<u>1995</u>	<u>1994</u>
	<u>£</u>	<u>£</u>
Profit for the Year	12,198	6,640
Opening Shareholders' Funds	2,871	(3,769)
	<hr/>	<hr/>
<u>Closing Shareholders' Funds</u>	<u>15,069</u>	<u>2,871</u>