

Registered number
2900802

The Saffron Partnership Limited

Report and Accounts

29 February 2004

Rothman Pantall & Co
Chartered Accountants
Sutton, Surrey



The Saffron Partnership Limited
Report and accounts
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The Saffron Partnership Limited Company Information

Directors

A J Champion
L R Dunmow

Secretary

L R Dunmow

Reporting accountants

Rothman Pantall & Co
Bank House
1/7 Sutton Court Road
Sutton
Surrey
SM1 4SP

Registered office

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1/7 Sutton Court Road
Sutton
Surrey
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The Saffron Partnership Limited

Directors' Report

The directors present their report and accounts for the year ended 29 February 2004.

Principal activities

The company's principal activity during the year continued to be advertising and design project management.

Directors

The directors who served during the year and their interests in the share capital of the company were as follows:

	<u>£1 Ordinary shares</u>	
	<u>2004</u>	<u>2003</u>
A J Champion	50	50
L R Dunmow	50	50

The euro

The directors are implementing procedures to minimise the risks inherent in the use of the euro and the effect that its introduction may have on the business. The costs associated with this are not expected to be material and will simply result in an acceleration of necessary expenditure.

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 for that period. In preparing those accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- 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 maintaining 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.

Results and dividends

The company's results are set out in the profit and loss account on page 4. The directors are pleased to report a pre-tax profit of £209494 for the year.

Dividends of £120000 were proposed by the directors at the year end.

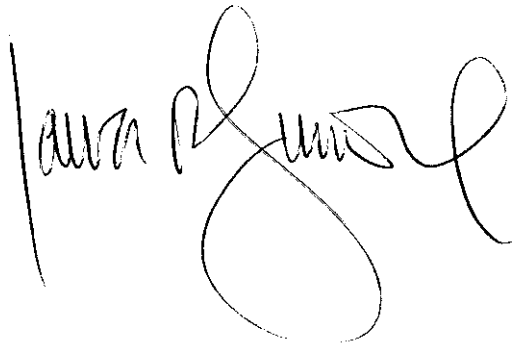
The Saffron Partnership Limited
Directors' Report

Small company special provisions

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the board on 30-09-04

L Dunmow
Secretary

A handwritten signature in black ink, appearing to read 'L Dunmow', written in a cursive style.

The Saffron Partnership Limited
Profit and Loss Account
for the year ended 29 February 2004

	Notes	2004 £	2003 £
Turnover		758,220	439,399
Cost of sales		(279,394)	(141,122)
Gross profit		<u>478,826</u>	<u>298,277</u>
Administrative expenses		(270,334)	(230,088)
Operating profit	2	<u>208,492</u>	<u>68,189</u>
Interest receivable		1,800	151
Interest payable		(798)	(566)
Profit on ordinary activities before taxation		<u>209,494</u>	<u>67,774</u>
Tax on profit on ordinary activities	3	(42,772)	(14,198)
Profit for the financial year		<u>166,722</u>	<u>53,576</u>
Dividends		(120,000)	(31,060)
Retained profit for the financial year	10	<u><u>46,722</u></u>	<u><u>22,516</u></u>

The Saffron Partnership Limited
Balance Sheet
as at 29 February 2004

	Notes	2004		2003	
		£	£	£	£
Fixed assets					
Tangible assets	4		52,304		31,531
Current assets					
Stocks		10,219		1,840	
Debtors	5	35,581		49,475	
Cash at bank and in hand		<u>301,785</u>		<u>113,159</u>	
		347,585		164,474	
Creditors: amounts falling due within one year	6	(297,332)		(148,583)	
Net current assets			50,253		15,891
Total assets less current liabilities			<u>102,557</u>		<u>47,422</u>
Creditors: amounts falling due after more than one year	7		(5,763)		-
Provisions for liabilities and charges	8		(5,132)		(2,482)
Net assets			<u>91,662</u>		<u>44,940</u>
Capital and reserves					
Called up share capital	9		100		100
Profit and loss account	10		91,562		44,840
Shareholders' funds			<u>91,662</u>		<u>44,940</u>

The directors are satisfied that the company is entitled to exemption under Section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with Section 221 of the Companies Act 1985; and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.

A Champion
Director

Approved by the board on

A Champion
30-09-04

The Saffron Partnership Limited
Notes to the Accounts
for the year ended 29 February 2004

1 Accounting policies

Accounting convention

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

Depreciation

Depreciation is charged on a straight line basis at the following rates, which are expected to reduce the assets to their net realisable value over their estimated useful lives.

Fixtures and fittings	20% per annum
Office equipment	33% per annum
Motor vehicles	20% per annum
Improvements to leasehold	Over the term of the lease

Stock and work in progress

Stock and work in progress is valued at the lower of cost and net realisable value after making allowance for any obsolete or slow moving items.

The net realisable value is based on the estimated selling price less further costs expected to be incurred to completion.

Deferred taxation

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes. Deferred taxation is calculated on an un-discounted basis at the tax rates which are expected to apply in the periods when the timing differences will reverse.

2 Operating profit

This is stated after charging:

Depreciation of owned fixed assets
 Directors' emoluments

2004	2003
£	£
16,571	10,602
<u>101,388</u>	<u>105,068</u>

The Saffron Partnership Limited
Notes to the Accounts
for the year ended 29 February 2004

3 Taxation	2004	2003
	£	£
UK corporation tax	40,122	12,582
Underprovision in previous year	-	5
Deferred tax	2,650	1,611
	<u>42,772</u>	<u>14,198</u>

4 Tangible fixed assets	Fixtures and fittings	Office equipment	Motor vehicles	Improve- ments to leasehold	Total
	£	£	£	£	£
Cost					
At 1 March 2003	4,353	33,801	19,551	-	57,705
Additions	21,944	14,205	-	1,498	37,647
At 29 February 2004	<u>26,297</u>	<u>48,006</u>	<u>19,551</u>	<u>1,498</u>	<u>95,352</u>
Depreciation					
At 1 March 2003	1,003	15,721	9,450	-	26,174
Charge for the year	2,522	10,051	4,301	-	16,874
At 29 February 2004	<u>3,525</u>	<u>25,772</u>	<u>13,751</u>	<u>-</u>	<u>43,048</u>
Net book value					
At 29 February 2004	<u>22,772</u>	<u>22,234</u>	<u>5,800</u>	<u>1,498</u>	<u>52,304</u>
At 28 February 2003	<u>3,350</u>	<u>18,080</u>	<u>10,101</u>	<u>-</u>	<u>31,531</u>

5 Debtors	2004	2003
	£	£
Trade debtors	27,640	41,888
Prepayments	7,941	7,587
	<u>35,581</u>	<u>49,475</u>

The Saffron Partnership Limited
Notes to the Accounts
for the year ended 29 February 2004

6 Creditors: amounts falling due within one year

	2004	2003
	£	£
Bank loans and overdrafts	-	14,975
Obligations under finance lease and hire purchase contracts.	5,320	-
Trade creditors	46,591	56,633
Corporation tax	40,121	12,582
Other taxes and social security costs	45,489	20,454
Accruals	37,732	11,192
Other creditors	2,079	1,687
Proposed dividends	120,000	31,060
	<u>297,332</u>	<u>148,583</u>

7 Creditors: amounts falling due after one year

	2004	2003
	£	£
Obligations under finance lease and hire purchase contracts.	<u>5,763</u>	<u>-</u>

8 Provisions for liabilities and charges

Deferred taxation:	2004	2003
	£	£
Accelerated capital allowances	<u>5,132</u>	<u>2,482</u>
	2004	2003
	£	£
At 1 March 2003	2,482	871
Deferred tax charge in profit and loss account	<u>2,650</u>	<u>1,611</u>
At 29 February 2004	<u>5,132</u>	<u>2,482</u>

The Saffron Partnership Limited
Notes to the Accounts
for the year ended 29 February 2004

9 Share capital

			2004 £	2003
Authorised:				
Ordinary shares of £1 each			<u>10,000</u>	<u>10,000</u>
	2003 No	2004 No	2004 £	2003
Allotted, called up and fully paid:				
Ordinary shares of £1	100	100	<u>100</u>	<u>100</u>

10 Profit and loss account

	2004 £	2003 £
At 1 March 2003	44,840	22,324
Retained profit	<u>46,722</u>	<u>22,516</u>
At 29 February 2004	<u>91,562</u>	<u>44,840</u>

11 Other financial commitments

	2004 £	2003 £
At the year end the company had annual commitments under non-cancellable operating leases		
Operating leases which expire:		
within one year	14,515	-
within two to five years	<u>-</u>	<u>13,651</u>
	<u>14,515</u>	<u>13,651</u>

12 Capital commitments and contingent liabilities

There were no capital commitments or contingent liabilities as at 29 February 2004 (2003 - nil).

13 Controlling party

A J Champion and L R Dunmow, acting in concert, are the ultimate controlling parties by virtue of their combined shareholding.