

Registered number
2900802

The Saffron Partnership Limited

Report and Accounts

28 February 2003

Rothman Pantall & Co
Chartered Accountants
Sutton, Surrey



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The Saffron Partnership Limited
Report and accounts
Contents

	Page
<i>Company information</i>	1
Directors' report	2 - 3
Profit and loss account	4
Balance sheet	5 - 6
Notes to the accounts	7 - 10

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
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The Saffron Partnership Limited

Directors' Report

The directors present their report and accounts for the year ended 28 February 2003.

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>2003</u>	<u>2002</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 £67774 for the year.

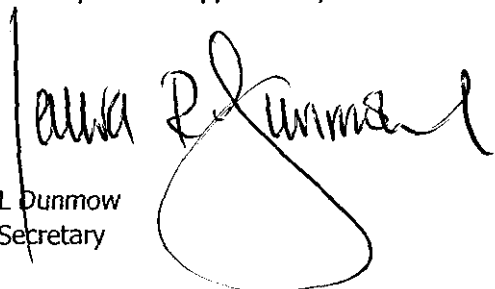
Dividends of £31060 were proposed during the year and the directors do not recommend the payment of further dividends.

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 24/12/03


L Dunmow
Secretary

The Saffron Partnership Limited
Profit and Loss Account
for the year ended 28 February 2003

	Notes	2003 £	2002 £
Turnover		439,399	303,835
Cost of sales		(141,122)	(66,832)
Gross profit		<u>298,277</u>	<u>237,003</u>
Administrative expenses		(230,088)	(204,643)
Operating profit	2	<u>68,189</u>	<u>32,360</u>
Interest receivable		151	85
Interest payable		(566)	(2,850)
Profit on ordinary activities before taxation		<u>67,774</u>	<u>29,595</u>
Tax on profit on ordinary activities	3	(14,198)	(1,816)
Profit for the financial year		<u>53,576</u>	<u>27,779</u>
Dividends proposed		(31,060)	-
Retained profit for the financial year	9	<u><u>22,516</u></u>	<u><u>27,779</u></u>

The Saffron Partnership Limited
Balance Sheet
as at 28 February 2003

	Notes	2003		2002	
		£	£	£	£
Fixed assets					
Tangible assets	4		31,531		24,915
Current assets					
Work in progress		1,840		-	
Debtors	5	49,475		37,682	
Cash at bank and in hand		113,159		23,536	
		<u>164,474</u>		<u>61,218</u>	
Creditors: amounts falling due within one year	6	(148,583)		(62,838)	
Net current assets/(liabilities)			15,891		(1,620)
Total assets less current liabilities			<u>47,422</u>		<u>23,295</u>
Provisions for liabilities and charges	7		(2,482)		(871)
Net assets			<u>44,940</u>		<u>22,424</u>
Capital and reserves					
Called up share capital	8		100		100
Profit and loss account	9		44,840		22,324
Shareholders' funds			<u>44,940</u>		<u>22,424</u>

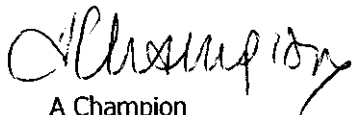
The directors are satisfied that the company is entitled to exemption under Section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

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 Saffron Partnership Limited
Balance Sheet
as at 28 February 2003

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 24/12/03

The Saffron Partnership Limited
Notes to the Accounts
for the year ended 28 February 2003

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

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.

Leasing and hire purchase commitments

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

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

The Saffron Partnership Limited
Notes to the Accounts
for the year ended 28 February 2003

2 Operating profit	2003 £	2002 £
This is stated after charging:		
Depreciation of owned fixed assets	10,602	2,410
Depreciation of assets held under finance leases and hire purchase contracts	-	5,046
Directors' emoluments	<u>105,068</u>	<u>107,104</u>

3 Taxation	2003 £	2002 £
UK corporation tax	12,582	945
Underprovision in previous year	5	-
Deferred tax	<u>1,611</u>	<u>871</u>
	<u>14,198</u>	<u>1,816</u>

4 Tangible fixed assets	Land and buildings £	Plant and machinery £	Motor vehicles £	Total £
Cost				
At 1 March 2002	22,285	42,308	19,551	84,144
Additions	3,394	13,826	-	17,220
Disposals	<u>(21,326)</u>	<u>(22,334)</u>	<u>-</u>	<u>(43,660)</u>
At 28 February 2003	<u>4,353</u>	<u>33,800</u>	<u>19,551</u>	<u>57,704</u>
Depreciation				
At 1 March 2002	22,066	31,623	5,540	59,229
Charge for the year	262	6,430	3,910	10,602
On disposals	<u>(21,325)</u>	<u>(22,333)</u>	<u>-</u>	<u>(43,658)</u>
At 28 February 2003	<u>1,003</u>	<u>15,720</u>	<u>9,450</u>	<u>26,173</u>
Net book value				
At 28 February 2003	<u>3,350</u>	<u>18,080</u>	<u>10,101</u>	<u>31,531</u>
At 28 February 2002	<u>219</u>	<u>10,685</u>	<u>14,011</u>	<u>24,915</u>

	2003 £	2002 £
Net book value of plant and machinery included above held under finance leases and hire purchase contracts	<u>-</u>	<u>16,286</u>

The Saffron Partnership Limited
Notes to the Accounts
for the year ended 28 February 2003

5 Debtors	2003	2002
	£	£
Trade debtors	41,888	35,682
Prepayments	<u>7,587</u>	<u>2,000</u>
	<u>49,475</u>	<u>37,682</u>

6 Creditors: amounts falling due within one year	2003	2002
	£	£
Bank loans and overdrafts (secured)	14,975	8,150
Obligations under finance lease and hire purchase contracts	-	3,447
Trade creditors	56,633	5,761
Corporation tax	12,582	945
Other taxes and social security costs	20,454	11,251
Directors loan account	-	23,500
Accruals	11,192	2,342
Other creditors	1,687	7,442
Proposed dividends	<u>31,060</u>	<u>-</u>
	<u>148,583</u>	<u>62,838</u>

The directors loan account is made up as follows:

L R Dunmow	-	13,500
A J Champion	<u>-</u>	<u>10,000</u>
	<u>-</u>	<u>23,500</u>

7 Provisions for liabilities and charges

Deferred taxation:	2003	2002
	£	£
Accelerated capital allowances	<u>2,482</u>	<u>871</u>

	2003	2002
	£	£
At 1 March 2002	871	-
Deferred tax charge in profit and loss account	<u>1,611</u>	<u>871</u>
At 28 February 2003	<u>2,482</u>	<u>871</u>

The Saffron Partnership Limited
Notes to the Accounts
for the year ended 28 February 2003

8 Share capital

			2003 £	2002 £
Authorised:				
Ordinary shares of £1 each			<u>10,000</u>	<u>10,000</u>
	2003 No	2002 No	2003 £	2002 £
Allotted, called up and fully paid:				
Ordinary shares of £1 each	100	100	<u>100</u>	<u>100</u>

9 Profit and loss account

	2003 £	2002 £
At 1 March 2002	22,324	(5,455)
Retained profit	<u>22,516</u>	<u>27,779</u>
At 28 February 2003	<u>44,840</u>	<u>22,324</u>

10 Capital commitments and contingent liabilities

There were no capital commitments or contingent liabilities as at 28 February 2003 (2002 - nil).