

Rice Ladieswear Limited

Report and Unaudited Financial Statements

Year Ended

31 March 2010

Company Number 05445759

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Rice Ladieswear Limited

Report and unaudited financial statements for the year ended 31 March 2010

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Director

I J Herbert

Registered office

7 The Courtyard, Meadowbank, Bourne End, Buckinghamshire, SL8 5AU

Company number

05445759

Accountants

BDO LLP, Kings Wharf, 20-30 Kings Road, Reading, Berkshire, RG1 3EX

Rice Ladieswear Limited

Report of the director for the year ended 31 March 2010

The director presents this report together with the unaudited financial statements for the year ended 31 March 2010

Principal activities and future developments

The company's principal activity during the year was the importation and distribution of formalwear for ladies in the clothing industry. On 31 August 2009, the company's trade and assets were transferred to Rice 2 Limited, a related company.

Review of the business

The profit and loss account is set out on page 3 and shows the turnover for the year of £214,562 (2009 - £1,657,375) and a profit for the year before taxation of £162,689 (2009 - £47,114 loss).

The decrease in turnover is due to the trading period being for five months until the transfer of the trade and assets of the business. Additionally there was a reduction in the turnover on a like for like basis due to difficult trading conditions. The increase in profitability in the period is due to a strengthening of operational controls and improved stock management.

The director does not recommend the payment of a final dividend (2009 - £Nil).

There have been no events since the balance sheet date which materially affect the position of the company.

Qualifying third party indemnity provisions

The company has arranged qualifying third party indemnity for the director.

Director

The director of the company during the year was

I J Herbert

In preparing this director's report advantage has been taken of the small companies' exemption.

On behalf of the Board


I J Herbert
Director

Date 17 DECEMBER 2010

Rice Ladieswear Limited

Accountants' Report on the unaudited financial statements

Accountants' Report to the Director of Rice Ladieswear Limited on the Unaudited Financial Statements

In accordance with the letter of engagement dated 7 June 2010 and in order to assist you to fulfil your duties under the Companies Act 2006, we have compiled the financial statements of Rice Ladieswear Limited for the year ended 31 March 2010 which comprise the profit and loss account, the balance sheet and the related notes from the accounting records and information and explanations you have given us

Our report has been prepared under the terms of our engagement with the company and for no other purpose. No person is entitled to rely on this report other than the company's board of directors as a body, or any person expressly authorised to do so by our prior written consent. Save as above, we do not accept responsibility for this report to any other person or for any other purpose and we hereby expressly disclaim any and all such liability.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute.

You have acknowledged on the balance sheet your duty to ensure that the company has kept adequate accounting records and to prepare financial statements that give a true and fair view and in accordance with the Companies Act 2006. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

BDO LLP

BDO LLP
Chartered Accountants
Reading
United Kingdom

Date 17 December 2010

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127)

Rice Ladieswear Limited

Profit and loss account for the year ended 31 March 2010

	Note	2010 £	2009 £
Turnover	2	214,562	1,657,375
Cost of sales		184,096	1,603,146
		<hr/>	<hr/>
Gross profit		30,466	54,229
Administrative expenses		19,902	95,679
Exceptional item	3	(154,628)	-
		<hr/>	<hr/>
Operating profit/(loss)	3	165,192	(41,450)
Interest receivable and similar income	4	-	278
Interest payable and similar charges	5	(2,503)	(5,942)
		<hr/>	<hr/>
Profit/(loss) on ordinary activities before taxation		162,689	(47,114)
Taxation on profit/(loss) on ordinary activities	6	-	-
		<hr/>	<hr/>
Profit/(loss) on ordinary activities after taxation	11	162,689	(47,114)
		<hr/>	<hr/>

All amounts relate to continuing activities

All recognised gains and losses in the current and prior year are included in the profit and loss account
There are no movements in shareholders' funds in the current and prior year apart from the result for the year

The notes on pages 5 to 9 form part of these unaudited financial statements

Rice Ladieswear Limited

Balance sheet at 31 March 2010

Company number 05445759	Note	2010 £	2010 £	2009 £	2009 £
Current assets					
Stocks	7	-		131,780	
Debtors	8	-		82,164	
Cash at bank and in hand		-		223,429	
			-		437,373
Creditors, amounts falling due within one year	9		-		600,062
			-		(162,689)
Capital and reserves					
Called up share capital	10		100		100
Profit and loss account	11		(100)		(162,789)
Shareholders' deficit			-		(162,689)

The company is exempt from the requirements relating to preparing audited financial statements in accordance with section 477 of the Companies Act 2006

The director has not required the company to obtain an audit of the financial statements for the year in question in accordance with section 476 of the Companies Act 2006

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and preparation of financial statements

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime

The unaudited financial statements were approved by the Director and authorised for issue on **17 DECEMBER 2010**

I J Herbert
Director

The notes on pages 5 to 9 form part of these unaudited financial statements

Rice Ladieswear Limited

Notes forming part of the unaudited financial statements for the year ended 31 March 2010

1 Accounting policies

The unaudited financial statements have been prepared under the historical cost convention and are in accordance with applicable law and United Kingdom accounting standards. The accounting policies, which have been applied consistently throughout the current and prior years are described below.

These financial statements have been prepared in accordance with the special provisions applicable to small companies.

Turnover

Turnover represents sales to external customers at invoiced amounts less value added tax or local taxes on sales. Turnover is recognised when the risks and rewards of owning the goods has passed to the customer on delivery.

Stocks

Stocks are valued at the lower of cost and net realisable value on a first in, first out basis. Cost is the amount incurred in bringing each product to its present location and condition as follows:

Raw materials – purchase cost on a first in, first out basis

Finished goods – cost of direct materials and labour plus attributable overheads based on the normal level of activity

Net realisable value is based on estimated selling price less further costs expected to be incurred to completion and disposal.

Taxation

The charge for taxation is based on the result for the year and takes into account taxation deferred.

Current tax is measured at amounts expected to be paid using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date except that the recognition of deferred tax assets is limited to the extent that the company anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

Deferred tax balances are not discounted.

Leased assets

All leases are treated as operating leases. Their annual rentals are charged to the profit and loss account on a straight-line basis over the term of the lease.

Foreign currency

Foreign currency transactions are translated into sterling at the rates ruling when they occurred. Foreign currency monetary assets and liabilities are translated at the rates ruling at the balance sheet dates. Any differences are taken to the profit and loss account.

Rice Ladieswear Limited

Notes forming part of the unaudited financial statements
for the year ended 31 March 2010 (*Continued*)

2 Turnover

Turnover is wholly attributable to the principal activity of the company and arises solely within the United Kingdom

3 Operating profit/(loss)

	2010 £	2009 £
This has been arrived at after charging/(crediting)		
Gain on foreign exchange	(1,080)	(19,604)
Fees payable to the company's accountant and its associates for other services		
- taxation services	500	500
- all other services	2,000	2,000
Intercompany loan waiver	(154,628)	-
	<u> </u>	<u> </u>

The exceptional item of £154,628 relates to the waiving of a liability owed to a related company as agreed between both parties

4 Interest receivable and similar income

	2010 £	2009 £
Bank interest receivable	-	278
	<u> </u>	<u> </u>

5 Interest payable and similar charges

	2010 £	2009 £
Bank interest and charges	2,226	4,366
Sales ledger financing and similar charges	277	1,576
	<u> </u>	<u> </u>
	<u>2,503</u>	<u>5,942</u>

Rice Ladieswear Limited

Notes forming part of the unaudited financial statements
for the year ended 31 March 2010 (Continued)

6 Taxation on profit/(loss) on ordinary activities

	2010 £	2009 £
<i>UK corporation tax</i>		
Current tax on the profit/(loss) for the year	-	-

Tax reconciliation

The tax assessed for the year is different from the standard rate of corporation tax in the UK. The differences are explained below

	2010 £	2009 £
Profit/(loss) on ordinary activities before taxation	162,689	(47,114)
Profit/(loss) on ordinary activities at the rate of corporation tax in the UK of 28% (2009 - 28%)	45,553	(13,192)
Expenses not deductible for tax purposes	-	3
Utilisation of tax losses and other deductions	(2,257)	13,189
Income not taxable for tax purposes	(43,296)	-
Current tax charge for the year	-	-

Factors that may affect future tax charges

The company has unutilised tax losses of £Nil (2009 - £162,778) available for offset against future taxable profits, subject to agreement by HM Revenue and Customs. A deferred tax asset amounting to £Nil (2009 - £45,578) has not been recognised on the basis that its future economic benefit is not certain. The deferred tax asset related wholly to unutilised tax losses.

7 Stocks

	2010 £	2009 £
Raw materials	-	121,400
Finished goods	-	10,380
	-	131,780

There is no material difference between the replacement cost of stocks and the amounts stated above

Rice Ladieswear Limited

Notes forming part of the unaudited financial statements
for the year ended 31 March 2010 (Continued)

8 Debtors

	2010 £	2009 £
Trade debtors	-	34,809
Prepayments and accrued income	-	10,041
Other debtors	-	37,314
	<u>-</u>	<u>82,164</u>

Included in trade debtors is an amount of £Nil (2009 - £34,809) relating to sales ledger financing. Advances from sales ledger financing are secured by a fixed charge over book debts.

All amounts shown under debtors fall due for payment within one year.

9 Creditors: amounts falling due within one year

	2010 £	2009 £
Trade creditors	-	38,072
Other taxation and social security	-	89,795
Other creditors (note 13)	-	472,195
	<u>-</u>	<u>600,062</u>

10 Share capital

	2010 £	2009 £
Authorised 1,000,000 ordinary shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>
Allotted, called up and fully paid 100 ordinary shares of £1 each	<u>100</u>	<u>100</u>

11 Reserves

	Profit and loss account £
At 1 April 2009	(162,789)
Profit for the year	<u>162,689</u>
At 31 March 2010	<u>(100)</u>

Rice Ladieswear Limited

Notes forming part of the unaudited financial statements for the year ended 31 March 2010 (Continued)

12 Contingent liability

The company is part of an unlimited multilateral guarantee dated 23 June 2005, given by the following related parties

Rice 2 Limited
Rice Accessories Limited
Rice Overseas Limited
Rice UK Limited

The guarantee was given to HSBC Bank plc At the year end the total potential liability was £Nil (2009 - £248,637)

13 Related party transactions

During the year Rice Ladieswear Limited traded with Rice 2 Limited, a company of which I J Herbert is also a director and shareholder Included in other creditors (note 9) is an amount of £Nil (2009 - £386,461) which is owed to Rice 2 Limited

Included in other creditors (note 9) is an amount of £Nil (2009 - £11,629) owed to Rice Accessories Limited, a company of which I J Herbert is a director and shareholder

During the year the company traded with Rice China Limited Included within other creditors (note 9) is an amount of £Nil (2009 - £74,105) which is owed to Rice China Limited a company of which I J Herbert is a director and shareholder

During the year the company was recharged £22,784 (2009 - £111,080) by Rice 2 Limited, a company of which I J Herbert is a director and shareholder These charges were in relation to services provided by Rice 2 Limited during the year

14 Ultimate controlling party

The ultimate controlling party is I J Herbert by virtue of his majority shareholding in the company

15 Cash flow statement

The company has used the exemption under Financial Reporting Standard 1, "Cash Flow Statements", not to prepare a cash flow statement as the director believes the company is a 'small entity' as defined under section 382 of the Companies Act 2006