


Company Registration No. SC281101 (Scotland)

TONI & GUY (GLASGOW WEST END) LIMITED

**DIRECTORS' REPORT
AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2006**

THU	THURSDAY		
		SL654MBP	
	SCT	18/01/2007	406
		COMPANIES HOUSE	
	SCT	04/01/2007	1042
		COMPANIES HOUSE	

TONI & GUY (GLASGOW WEST END) LIMITED

COMPANY INFORMATION

Directors	D D Ferrans	(Appointed 1 June 2005)
	B Somerville	(Appointed 1 June 2005)
	R W L Berrow	(Appointed 21 November 2005)
	G T Mascolo	(Appointed 1 June 2005)
Secretary	D D Ferrans	
Company number	SC281101	
Registered office	130 St Vincent St Glasgow Lanarkshire G2 5HF	
Auditors	HW 30 Camp Road Farnborough Hampshire GU14 6EW	

CONTENTS

	Page
Directors' report	1 2
Independent auditors' report	3 4
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7 14

TONI & GUY (GLASGOW WEST END) LIMITED

DIRECTORS' REPORT

FOR THE PERIOD ENDED 31 AUGUST 2006

The directors present their report and financial statements for the period ended 31 August 2006

Principal activities and review of the business

The principal activity of the company continued to be that of hairdressing services. The company was incorporated on 4 March 2005 and commenced to trade on 23 September 2005.

The company changed its name from SF 2026 Limited to Toni & Guy (Glasgow West End) Limited on 20 March 2005.

The results for the period and the financial position at the period end were considered satisfactory by the directors.

Results and dividends

The results for the period are set out on page 5.

The directors do not recommend payment of an ordinary dividend.

Directors

The following directors have held office since 4 March 2005:

D D Ferrans	(Appointed 1 June 2005)
B Somerville	(Appointed 1 June 2005)
R W L Berrow	(Appointed 21 November 2005)
G T Mascolo	(Appointed 1 June 2005)
SF Formations Limited	(Appointed 4 March 2005 and resigned 21 November 2005)
P R Mascolo	(Appointed 1 June 2005 and resigned 24 August 2005)

Directors' interests

The directors' interests in the shares of the company were as stated below:

Ordinary 'A' shares of £ 1 each	
31 August 2006	4 March 2005

D D Ferrans
B Somerville
R W L Berrow
G T Mascolo

Ordinary 'B' shares of £ 1 each	
31 August 2006	4 March 2005

D D Ferrans
B Somerville
R W L Berrow
G T Mascolo

15,000
15,000

Toni & Guy International Limited through its subsidiaries, holds 100% of the 'A' ordinary shares in the company. G T Mascolo has beneficial interests in Toni & Guy International Limited of which are disclosed in the financial statements of that company. The directors regard Mascolo Limited as the company's immediate parent company.

TONI & GUY (GLASGOW WEST END) LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE PERIOD ENDED 31 AUGUST 2006

Auditors

HW were appointed auditors to the company and in accordance with section 385 of the Companies Act 1985, a resolution proposing that they be re-appointed will be put to the Annual General Meeting

Directors' responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice

Company law requires the directors to prepare financial statements 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 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 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

On behalf of the board



R W L Berrow

Director

Dated 27 December 2006

● TONI & GUY (GLASGOW WEST END) LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS OF TONI & GUY (GLASGOW WEST END) LIMITED

We have audited the financial statements of Toni & Guy (Glasgow West End) Limited for the period ended 31 August 2006 set out on pages 5 to 14. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors and auditors

As described in the Statement of Directors' Responsibilities on page 2, the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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.

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

TONI & GUY (GLASGOW WEST END) LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE SHAREHOLDERS OF TONI & GUY (GLASGOW WEST END) LIMITED

Opinion

In our opinion the financial statements

give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 August 2006 and of its loss for the period then ended, and have been properly prepared in accordance with the Companies Act 1985



HW

3 January 2007

**Registered Auditors and
Chartered Accountants**

**30 Camp Road
Farnborough
Hampshire
GU14 6EW**

TONI & GUY (GLASGOW WEST END) LIMITED

PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 31 AUGUST 2006

	Notes	Period ended 31 August 2006 £
Turnover	2	166,151
Cost of sales		(136,660)
Gross profit		29,491
Administrative expenses		(106,868)
Operating loss	3	(77,377)
Other interest receivable and similar income	4	770
Interest payable and similar charges	5	(6,518)
Loss on ordinary activities before taxation		(83,125)
Tax on loss on ordinary activities	6	
Loss for the period	14	(83,125)

The profit and loss account has been prepared on the basis that all operations are continuing operations

There are no recognised gains and losses other than those passing through the profit and loss account

TONI & GUY (GLASGOW WEST END) LIMITED

BALANCE SHEET AS AT 31 AUGUST 2006

	Notes	2006 £	£
Fixed assets			
Intangible assets	7		13,600
Tangible assets	8		128,024
			<u>141,624</u>
Current assets			
Stocks	9	4,667	
Debtors	10	6,651	
Cash at bank and in hand		1,950	
		<u>13,268</u>	
Creditors amounts falling due within one year	11	(88,014)	
Net current liabilities			<u>(74,746)</u>
Total assets less current liabilities			66,878
Creditors: amounts falling due after more than one year	12		(90,003)
			<u>(23,125)</u>
Capital and reserves			
Called up share capital	13		60,000
Profit and loss account	14		(83,125)
Shareholders' funds	15		<u>(23,125)</u>

Approved by the Board and authorised for issue on 27/12/06


D D Ferrans
Director


B Somerville
Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2006**

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

The company meets its day to day working capital requirements through an overdraft facility and medium term loans. The overdraft facility is repayable on demand. The directors consider that it is appropriate to prepare the financial statements on a going concern basis as they expect the company to continue to trade within the facilities made available.

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 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Franchise costs

Franchise costs are valued at cost less accumulated amortisation. Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful lives.

1.5 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 less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fittings & equipment	20% per annum
--------------------------------	---------------

1.6 Leasing

Rentals applicable to operating leases where substantially all of the benefits and risk of ownership remain with the lessor are charged against the profit and loss account on a straight line basis over the lease term.

1.7 Stock

Stock is valued at the lower of cost and net realisable value.

1.8 Deferred taxation

A provision is made in full for all taxation deferred in respect of timing differences that have originated but not reversed by the balance sheet date, except gains on disposal of fixed assets which will be rolled over into replacement assets. No provision is made for taxation on permanent differences.

Deferred tax assets are recognised to the extent that it is more likely than not that they will be recovered.

2 Turnover

The total turnover of the company for the period has been derived from its principal activity wholly undertaken in the United Kingdom.

TONI & GUY (GLASGOW WEST END) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE PERIOD ENDED 31 AUGUST 2006**

3	Operating loss	2006
		£
	Operating loss is stated after charging	
	Amortisation of intangible assets	3,400
	Depreciation of tangible assets	29,741
	Operating lease rentals	
	Plant and machinery	4,202
	Land and buildings	20,485
	Auditors' remuneration	2,600
		<hr/>
4	Investment income	2006
		£
	Bank interest	770
		<hr/>
5	Interest payable	2006
		£
	On bank loans and overdrafts	866
	On other loans wholly repayable within five years	5,652
		<hr/>
		6,518
		<hr/>
6	Taxation	2006
	Current tax charge	
		<hr/>
	Factors affecting the tax charge for the period	
	Loss on ordinary activities before taxation	(83,125)
		<hr/>
	Loss on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00%	(24,938)
	Effects of	
	Tax losses carried forward	24,938
		<hr/>
	Current tax charge	
		<hr/>

The company has estimated losses of £ 60,635 available for carry forward against future trading profits



TONI & GUY (GLASGOW WEST END) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 AUGUST 2006

7 Intangible fixed assets

Franchise
costs
£

Cost

At 4 March 2005

Additions

17,000

At 31 August 2006

17,000

Amortisation

At 4 March 2005

Charge for the period

3,400

At 31 August 2006

3,400

Net book value

At 31 August 2006

13,600

8 Tangible fixed assets

Fixtures,
fittings &
equipment
£

Cost

At 4 March 2005

Additions

157,765

At 31 August 2006

157,765

Depreciation

At 4 March 2005

Charge for the period

29,741

At 31 August 2006

29,741

Net book value

At 31 August 2006

128,024

9 Stocks

2006
£

Finished goods and goods for resale

4,667

TONI & GUY (GLASGOW WEST END) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 AUGUST 2006

10 Debtors	2006
	£
Other debtors	4,260
Prepayments and accrued income	2,391
	<u>6,651</u>
 11 Creditors: amounts falling due within one year	 2006
	£
Bank loans and overdrafts	32,188
Trade creditors	33,502
Taxes and social security costs	2,331
Directors' current accounts	1,358
Other creditors	10,000
Accruals and deferred income	8,635
	<u>88,014</u>
 Debt due in one year or less	 <u>29,998</u>

Included within directors current account is a loan from the directors, B Somerville and D D Ferrans, amounting to £1,358 Included in other creditors are other loans of £10,000

The bank loan is secured as detailed in note 12

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED 31 AUGUST 2006

12 Creditors: amounts falling due after more than one year	2006
	£
Bank loans	60,003
Other loans	30,000
	<hr/> 90,003 <hr/>
Analysis of loans	
Wholly repayable within five years	120,001
	<hr/> 120,001
Included in current liabilities	(29,998)
	<hr/> 90,003 <hr/>
Loan maturity analysis	
In more than one year but not more than two years	29,998
In more than two years but not more than five years	60,005
	<hr/>
The loan is secured by a fixed and floating charge over the assets of the company	
Included in other creditors are other loans of £10,000	

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED 31 AUGUST 2006**

13 Share capital	2006 £
Authorised	
100,000 Ordinary 'A' shares of £1 each	100,000
100,000 Ordinary 'B' shares of £1 each	100,000
	<u>200,000</u>
 Allotted, called up and fully paid	
30,000 Ordinary 'A' shares of £1 each	30,000
30,000 Ordinary 'B' shares of £1 each	30,000
	<u>60,000</u>

During the period 30,000 "A" ordinary shares and 30,000 "B" ordinary shares were issued to provide the company with working capital

Directors are designated as 'A' directors or 'B' directors 'A' directors are appointed by the 'A' shareholders Holders of the 'B' shares and 'B' directors are not entitled to vote in connection with the appointment or removal of an 'A' director In all other respects the 'B' ordinary shares rank pari passu with the 'A' ordinary shares

14 Statement of movements on profit and loss account	Profit and loss account £
Loss for the period	<u>(83,125)</u>

15 Reconciliation of movements in shareholders' funds	2006 £
Loss for the financial period	(83,125)
Proceeds from issue of shares	60,000
	<u>(23,125)</u>
Net depletion in shareholders' funds	(23,125)
Opening shareholders' funds	
	<u>(23,125)</u>
Closing shareholders' funds	<u>(23,125)</u>

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED 31 AUGUST 2006**

16 Financial commitments

At 31 August 2006 the company was committed to making the following payments under non cancellable operating leases in the year to 31 August 2007

	Land and buildings	Other
	2006	2006
	£	£
Operating leases which expire Between two and five years	27,000	3,856

17 Directors' emoluments

	2006
	£
Emoluments for qualifying services	39,754

18 Employees

Number of employees

The average monthly number of employees (including directors) during the period was

	2006
	Number
Hairdressing	7
Administration	2
	9

Employment costs

	2006
	£
Wages and salaries	95,872
Social security costs	6,748
	102,620

19 Control

The directors regard Mascolo Limited as the company's immediate parent company Mascolo Limited is a 100% subsidiary of Toni & Guy International Limited which prepares consolidated financial statements Mascolo Limited is incorporated in England and Wales

The ultimate parent company is Toni & Guy International Limited which is incorporated in England and Wales The company is controlled by G T Mascolo

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED 31 AUGUST 2006

20 Related party transactions

Mascolo Limited, Innovia Design Limited, Straight Impact Limited and Toni & Guy Limited are related parties due to G T Mascolo being a common director

Included within administrative expenses is £23,446 paid to Mascolo limited in respect of administrative expenses At the period end the outstanding balance owed by Mascolo Limited was £7,262

Purchases of fixed assets were made from Straight Impact Limited which amounted to £134,245 and goods from Innovia Design Limited of £37,682 At the period end, £3,453 was owed to Straight Impact Limited and £1,319 to Innovia Design Limited

During the period, purchases were made from Toni & Guy Limited of £34,849 The balance owed to Toni & Guy Limited at the period end was £17,996