

MAX MARA LIMITED
ABBREVIATED ACCOUNTS
YEAR ENDED 31 DECEMBER 1997

Company Number: 02024802



REPORT OF THE AUDITORS TO THE DIRECTORS OF MAX MARA LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 4 together with the accounts of the company prepared under section 226 of the Companies Act 1985 (the full accounts).

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act to the registrar of companies, and whether the accounts to be delivered have been properly prepared in accordance with that provision and to report our opinion to you.

BASIS OF OPINION

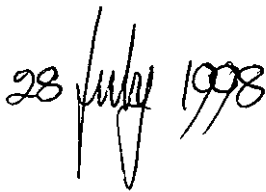
We have carried out the procedures we consider necessary to confirm, by reference to the full accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full accounts.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts in accordance with section 246A(3) of the Companies Act 1985 and the abbreviated accounts on pages 2 to 4 have been properly prepared in accordance with that provision.



MOORES ROWLAND
Chartered Accountants
Registered Auditors
London



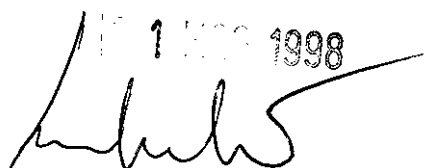
MAX MARA LIMITED

ABBREVIATED BALANCE SHEET
As at 31 December 1997

	Note	1997	1996
		£	£
FIXED ASSETS			
Tangible assets	2	136,018	200,010
CURRENT ASSETS			
Stocks		221,366	234,647
Debtors		192,512	181,230
Cash at bank and in hand		411,452	24,805
		<u>825,330</u>	<u>440,682</u>
CREDITORS – amounts falling due within one year		<u>930,469</u>	<u>599,919</u>
NET CURRENT LIABILITIES		(105,139)	(159,237)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>30,879</u>	<u>40,773</u>
CAPITAL AND RESERVES			
Called up share capital	3	250,000	250,000
Profit and loss account		(219,121)	(209,227)
Shareholders funds		<u>30,879</u>	<u>40,773</u>

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

Approved by the board on

15 1 1998


L. MARAMOTTI

MAX MARA LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

1. ACCOUNTING POLICIES

Accounting convention

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Turnover

Turnover represents the amounts receivable from customers for goods sold and services provided, excluding value added tax.

Depreciation of tangible fixed assets

Depreciation is provided on all tangible fixed assets so as to write them off over their anticipated useful lives at the following annual rates on a straight line basis:

Leasehold property	– over the period of the lease
Lease premium	– 20%
Fixtures and fittings	– 20%
Office furniture and equipment	– 20%

Stocks

Stocks are valued at the lower of cost, including appropriate overhead expenses, and net realisable value.

Foreign currencies

Assets and liabilities expressed in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated at the rate ruling at the date of the transaction. Differences arising are dealt with in the profit and loss account.

MAX MARA LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS(continued)

2. TANGIBLE FIXED ASSETS

	£
Cost:	
At 1 January 1997	947,837
Additions	4,498
	<u>952,335</u>
At 31 December 1997	
Depreciation:	
At 1 January 1997	747,828
Charge for year	68,489
	<u>816,317</u>
Net book value at 31 December 1997	<u>136,018</u>
Net book value at 31 December 1996	<u>200,010</u>

3. CALLED UP SHARE CAPITAL

	1997 £	1996 £
Authorised:		
250,000 ordinary shares of £1 each	<u>250,000</u>	<u>250,000</u>
Allotted and fully paid:		
250,000 ordinary shares of £1 each	<u>250,000</u>	<u>250,000</u>