

Max Mara Limited

Abbreviated Accounts

Year ended 31 December 1998

Company Registration No. 02024802 (England and Wales)



Max Mara Limited

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Max Mara Limited

Auditors' Report to Max Mara Limited Under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the accounts of the company for the year ended 31 December 1998 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 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 sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the 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 accounts.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.


BDO Stoy Hayward

Chartered Accountants
Registered Auditors

London

23 July 1999

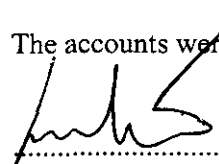
Max Mara Limited

Abbreviated Balance Sheet As at 31 December 1998

	Notes	£	1998 £	£	1997 £
Fixed assets					
Tangible assets	2		317,534		136,018
Current assets					
Stocks		266,917		221,366	
Debtors		185,043		192,512	
Cash at bank and in hand		289,417		411,452	
		<u>741,377</u>		<u>825,330</u>	
Creditors: amounts falling due within one year		<u>(1,453,265)</u>		<u>(930,469)</u>	
Net current liabilities			(711,888)		(105,139)
Total assets less current liabilities			<u>(394,354)</u>		<u>30,879</u>
Capital and reserves					
Called up share capital	3		250,000		250,000
Profit and loss account			(644,354)		(219,121)
Shareholders' funds			<u>(394,354)</u>		<u>30,879</u>

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

The accounts were approved by the Board on June 7 1999


L Maramotti
Director

Max Mara Limited

Notes to the Abbreviated Accounts Year ended 31 December 1998

1 Accounting Policies

1.1 Accounting convention

The accounts are prepared under the historical cost convention.

The accounts are prepared on a going concern basis as the parent company has indicated that it will continue to provide financial support to the company for the foreseeable future.

1.2 Compliance with accounting standards

The accounts have been prepared in accordance with applicable accounting standards.

1.3 Turnover

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

1.4 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:

Land and buildings leasehold	over the period of the lease
Office equipment	20%
Fixtures & fittings	20%

1.5 Stocks

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

1.6 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction.

2 Fixed assets

	Tangible assets £
Cost	
At 1 January 1998	952,335
Additions	310,067
At 31 December 1998	1,262,402
Depreciation	
At 1 January 1998	816,317
Charge for the year	128,551
At 31 December 1998	944,868
Net book value	
At 31 December 1998	317,534
At 31 December 1997	136,018

Max Mara Limited

Notes to the Abbreviated Accounts Year ended 31 December 1998

3	Share capital	1998 £	1997 £
	Authorised		
	250,000 Ordinary shares of £1 each	250,000	250,000
		<u> </u>	<u> </u>
	Allotted, called up and fully paid		
	250,000 Ordinary shares of £1 each	250,000	250,000
		<u> </u>	<u> </u>