

Vivienne Westwood Limited

REPORT AND FINANCIAL STATEMENTS

31 December 2010

REGISTRAR OF COMPANIES



Company Registration No 2682271

Vivienne Westwood Limited

DIRECTORS AND OFFICERS

DIRECTOR

V I Westwood
C D'Amario

SECRETARY

C D'Amario

REGISTERED OFFICE

Westwood Studios
9-15 Elcho Street
London SW11 4AU

AUDITOR

Baker Tilly UK Audit LLP
Chartered Accountants
Lancaster House
7 Elmfield Road
Bromley
Kent BR1 1LT

Vivienne Westwood Limited

DIRECTORS' REPORT

The directors submit their report and the financial statements of Vivienne Westwood Limited for the year ended 31 December 2010

PRINCIPAL ACTIVITIES

The principal activities of the company during the year were those of designers, manufacturers, wholesalers and retailers of fashion apparel

REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS

The company saw further strong sales growth as the brand remains very attractive to its growing customer base. Although wholesale sales only grew marginally due to the difficult economic climate, the directors believe that the opening of a new showroom in the USA will help boost sales in the coming years. The retail operation performed very well and the company will maintain its current strategy of expanding the number of retail outlets. The cost tightening policy will also remain in place and should improve profitability even further.

RISK MANAGEMENT

The directors regularly monitor the risks and uncertainties of the business.

- A) **Operating risk** the company management system provides a framework to ensure that operational policies and procedures are communicated, understood and adhered to.
- B) **Market risk** the company maintains its competitive position by actively managing its operational risk. It also provides a high level of service to its customers and maintains a good relationship with its suppliers and partners.
- C) **Personnel risk** the company places great emphasis on ongoing assessment of competent staff. The Directors consider succession planning issues on a regular basis.
- D) **Financial risk** financial monitoring, forecasting and planning is a continuous process, with particular emphasis on cashflow management and delivering a cost effective service to customers while maintaining an acceptable return to shareholders.

KEY PERFORMANCE INDICATORS

To track the financial performance of the company, we monitor key performance indicators. These include the following:

£'000	2010	2009	2008	2007
Turnover	23,758	20,821	17,644	14,805
Gross Profit margin (excluding exceptional items)	43.7%	47.3%	42.4%	45.0%
(Loss)/profit on ordinary activities before tax	(478)	2,528	247	250
Cashflow from operating activities	2,892	(384)	5,991	482

Vivienne Westwood Limited

DIRECTORS' REPORT

FINANCIAL INSTRUMENTS

The company aims to minimise foreign exchange risk and does not speculate on currency exchange rate movements

A large proportion of trade is made in Euros and Japanese Yen and the company hedges the exchange risk by using its Euro and Yen bank accounts

RESULTS FOR THE YEAR

A loss after tax of £382,666 (2009 profit of £1,526,764) arose for the year

DIRECTORS

The following directors held office since 1 January 2010

V I Westwood
C D'Amario

CHARITABLE DONATIONS

The company made a charitable donation of £Nil (2009 £993,600) to Charities Aid Foundation and £75,066 (2009 £11,370) to national charities in the year

AUDITOR

A resolution to reappoint Baker Tilly UK Audit LLP as auditors will be put to the members at the annual general meeting

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITOR

The directors who were in office on the date of approval of these financial statements have confirmed, as far as they are aware, that there is no relevant audit information of which the auditor is unaware. Each of the directors have confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

By order of the board

C D'Amario
Director

19 July 2011



Vivienne Westwood Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Under company law the directors must not approve the financial statements unless they are satisfied that they 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

- a select suitable accounting policies and then apply them consistently,
- b make judgements and accounting estimates that are reasonable and prudent,
- c 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 adequate accounting records that are sufficient to show and explain the company's transactions and 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 2006. 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF VIVIENNE WESTWOOD LIMITED

We have audited the financial statements on pages 6 to 20. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 auditor's 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 directors and auditors

As more fully explained in the Directors' Responsibilities Statement set out on page 4, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/private.cfm.

Opinion on the financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2010 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.

Baker Tilly UK Audit LLP

Henry Arthurs (Senior Statutory Auditor)

For and on behalf of BAKER TILLY UK AUDIT LLP, Statutory Auditor

Chartered Accountants

Lancaster House

7 Elmfield Road

Bromley

Kent BR1 1LT

5 August 2011

Vivienne Westwood Limited

PROFIT AND LOSS ACCOUNT

for the year ended 31 December 2010

	Notes	2010 £	2009 £
TURNOVER	1	23,757,744	20,820,711
Cost of sales		(13,381,290)	(10,978,938)
Exceptional licence fees payable	4	(3,000,000)	-
		<u>(16,381,290)</u>	<u>(10,978,938)</u>
GROSS PROFIT		<u>7,376,454</u>	<u>9,841,773</u>
Distribution costs		(986,029)	(738,389)
Administrative expenses		(7,000,700)	(5,891,451)
OPERATING (LOSS)/PROFIT		<u>(610,275)</u>	<u>3,211,933</u>
Exchange differences		123,850	(575,129)
Interest receivable and similar income	2	14,266	35,299
Interest payable and similar charges	3	(6,093)	(144,128)
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	4	<u>(478,252)</u>	<u>2,527,975</u>
Taxation	6	95,586	(1,001,211)
(LOSS)/PROFIT FOR THE YEAR	16	<u><u>(382,666)</u></u>	<u><u>1,526,764</u></u>

Turnover and operating loss are derived from the company's continuing operations

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the profit and loss account

Vivienne Westwood Limited

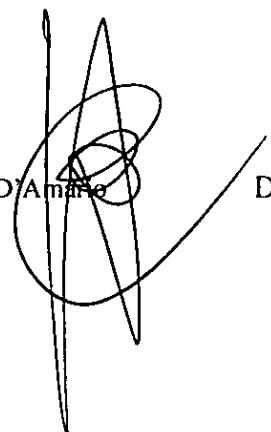
BALANCE SHEET

31 December 2010

Company Registration No 2682271

	Notes	2010 £	2009 £
FIXED ASSETS			
Intangible assets	7	-	-
Tangible assets	8	784,213	627,839
		<u>784,213</u>	<u>627,839</u>
CURRENT ASSETS			
Stocks	9	2,069,277	1,981,427
Debtors	10	7,115,697	5,381,059
Cash at bank and in hand		9,842,757	8,761,376
		<u>19,027,731</u>	<u>16,123,862</u>
CREDITORS Amounts falling due within one year	11	(13,127,709)	(8,775,057)
NET CURRENT ASSETS		<u>5,900,022</u>	<u>7,348,805</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		6,684,235	7,976,644
DEFERRED INCOME	12	(1,724,221)	(2,633,964)
		<u>4,960,014</u>	<u>5,342,680</u>
CAPITAL AND RESERVES			
Called up share capital	14	100	100
Profit and loss account	15	4,959,914	5,342,580
SHAREHOLDERS' FUNDS	16	<u>4,960,014</u>	<u>5,342,680</u>

The financial statements on pages 6 to 20 were approved by the board and authorised for issue on 19 July 2011 and signed on its behalf by



 C D'Amato Director

Vivienne Westwood Limited

CASH FLOW STATEMENT

for the year ended 31 December 2010

	<i>Notes</i>	2010 £	2009 £
Cash flow from operating activities	17a	2,891,591	(383,557)
Returns on investments and servicing of finance	17b	8,173	(108,829)
Taxation		(1,510,939)	(9,685)
Capital expenditure and financial investment	17b	(307,443)	(122,733)
CASH INFLOW/(OUTFLOW) BEFORE FINANCING		<u>1,081,382</u>	<u>(624,804)</u>
Financing	17b	-	-
INCREASE/(DECREASE) IN CASH IN THE PERIOD		<u><u>1,081,382</u></u>	<u><u>(624,804)</u></u>

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN CASH

	2010 £	2009 £
Increase/(decrease) in cash in the period	1,081,382	(624,804)
Change in net debt resulting from cash flows	-	-
MOVEMENT IN NET CASH IN PERIOD	<u>1,081,382</u>	<u>(624,804)</u>
NET FUNDS AT 1 JANUARY 2010	8,761,376	9,386,180
NET FUNDS AT 31 DECEMBER 2010	17c <u><u>9,842,758</u></u>	<u><u>8,761,376</u></u>

Vivienne Westwood Limited

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention

TANGIBLE FIXED ASSETS

Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value evenly over its expected useful economic life, as follows

Leasehold property improvements	- over life of lease from commencement of use with a maximum of 10 years
Fixtures, fittings and equipment	- 15% reducing balance
Office and computer equipment	- 25% reducing balance
Motor vehicles	- 25% reducing balance

INTANGIBLE ASSETS

Intangible assets consisting of trademarks are included at cost and amortised in equal annual instalments over a period of ten years

STOCK

Stock is stated at the lower of cost and net realisable value after making allowance for obsolete and slow moving items. Cost represents materials, direct labour and appropriate production overheads

LEASES AND HIRE PURCHASE CONTRACTS

Rentals in respect of operating leases are charged to the profit and loss account in the year to which they relate

DEFERRED TAXATION

Deferred tax is recognised in respect of all significant timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis

FOREIGN CURRENCIES

Transactions denominated in foreign currencies are translated into sterling at the rates ruling at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the rates ruling at that date. These translation differences are dealt with in the profit and loss account

TURNOVER

Turnover represents the invoices value, net of Value Added Tax, of goods sold to customers and represents royalty income. Royalties are recognised in the profit and loss account in the period in which the sales deriving the royalties are realised

Turnover on goods sold is recognised on the date that title to the goods is deemed to pass to the customer, subject to payment for the goods in accordance with agreed terms

Vivienne Westwood Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2010

1 TURNOVER AND (LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The company's turnover and (loss)/profit before taxation were all derived from its principal activity Sales were made in the following geographical markets

	2010 £	2009 £
European Community	17,099,787	14,629,133
Rest of the World	6,657,957	6,191,578
	<u>23,757,744</u>	<u>20,820,711</u>

2 INTEREST RECEIVABLE AND SIMILAR INCOME

	2010 £	2009 £
Bank interest	14,266	35,299

3 INTEREST PAYABLE AND SIMILAR CHARGES

	2010 £	2009 £
On bank loans and overdrafts	(9)	(16)
On late corporation tax	(6,084)	(144,112)
	<u>(6,093)</u>	<u>(144,128)</u>

4 (LOSS)/PROFIT ON ORDINARY ACTIVITIES

	2010 £	2009 £
(Loss)/profit on ordinary activities before taxation is stated after		
Charging		
Auditor's remuneration -		
Statutory audit	30,000	29,500
Tax compliance and other services		
Depreciation - owned assets	151,069	120,059
Exchange (gains)/losses	(123,850)	575,129
Amortisation of intangible assets	-	-
Operating leases - land and building	1,106,528	963,528
Exceptional licence fees payable	3,000,000	-

Exceptional licence fees payable:

During the year a new licensing agreement for the worldwide use of trademarks was entered into with Latimo SA, the ultimate holding company. In the process of drawing up this agreement it was recognised that Vivienne Westwood Limited had for some years been selling products bearing these trademarks in the UK and overseas despite the fact that the previous licensing agreement only authorised use in Japan. An agreement was entered into to retrospectively authorise the use of the trademarks at a licence fee of £3 million. In accordance with FRS12 provision has been made for this amount. It is considered that this amount, by virtue of its size and incidence, needs to be disclosed separately on the face of the profit and loss account in order that the financial statements should give a true and fair view. The provision has reduced the corporation tax liability by £840,000.

Vivienne Westwood Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2010

5	EMPLOYEES	2010 No	2009 No
	The average monthly number of full time equivalent persons (including directors) employed by the company during the year was		
	Administration	32	25
	Design and production	41	46
	Retail and marketing	87	61
		<u>160</u>	<u>132</u>
		£	£
	Staff costs for above persons		
	Wages and salaries	4,248,798	3,127,732
	Social security costs	440,319	288,695
		<u>4,689,117</u>	<u>3,416,427</u>
		£	£
	DIRECTORS' REMUNERATION		
	Directors' emoluments	<u>736,161</u>	<u>49,125</u>

There were no directors receiving retirement benefits (2009 None) The highest paid director received emoluments including bonuses of £708,161 (2009 £21,125)

6	TAXATION	2010 £	2009 £
	Current tax		
	UK corporation tax on (losses)/profits of the year	(95,586)	645,124
	Payment for group relief	-	7,624
	Total current tax	<u>(95,586)</u>	<u>652,748</u>
	Prior year tax adjustment	-	348,463
	Deferred taxation		
	Origination and reversal of timing differences	-	-
	Tax on profit on ordinary activities	<u>(95,586)</u>	<u>1,001,211</u>

The prior year tax adjustment in 2009 represents the reassessment by HM Revenue and Customs of the value of trademarks sold to Latimo SA, the ultimate parent company, in 2002

Vivienne Westwood Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2010

	2010 £	2009 £
6 TAXATION (continued)		
Factors affecting tax charge for the year		
The tax assessed for the year is higher than the standard rate of corporation tax in the UK of 28% (2009 28%) The differences are explained below		
(Loss)/profit on ordinary activities before tax	(478,252)	2,527,975
	<u> </u>	<u> </u>
(Loss)/profit on ordinary activities multiplied by standard rate of corporation tax UK of 28% (2009 28%)	(133,911)	707,834
Effects of		
Expenses not deductible for tax purposes	22,520	7,831
Expenses not deductible for tax purposes – fixed assets	19,662	14,949
Group relief surrendered/(claimed) without payment	9,085	(18,279)
Capital allowances (in excess of)/less than depreciation	(12,942)	5,710
Utilisation of tax losses and other deductions	-	(65,297)
Prior year tax adjustment	-	348,463
	<u>(95,586)</u>	<u>1,001,211</u>
7 INTANGIBLE FIXED ASSETS		
		Trademarks £
Cost		
1 January and 31 December 2010		75,000
		<u> </u>
Depreciation		
1 January 2010		75,000
Charged in the year		-
		<u> </u>
31 December 2010		75,000
		<u> </u>
Net book value		
31 December 2010		-
		<u> </u>
31 December 2009		-
		<u> </u>

Vivienne Westwood Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2010

8 TANGIBLE FIXED ASSETS

	Leasehold property improvements £	Fixtures and fittings £	Office and computer equipment £	Motor vehicles £	Total £
Cost					
1 January 2010	533,892	559,610	492,468	67,177	1,653,147
Additions	168,344	73,219	65,880	-	307,443
31 December 2010	<u>702,236</u>	<u>632,829</u>	<u>558,348</u>	<u>67,177</u>	<u>1,960,590</u>
Depreciation					
1 January 2010	196,489	367,450	414,769	46,600	1,025,308
Charged in the year	70,223	39,808	35,894	5,144	151,069
31 December 2010	<u>266,712</u>	<u>407,258</u>	<u>450,663</u>	<u>51,744</u>	<u>1,176,377</u>
Net book value					
31 December 2010	<u>435,524</u>	<u>225,571</u>	<u>107,685</u>	<u>15,433</u>	<u>784,213</u>
31 December 2009	<u>337,403</u>	<u>192,160</u>	<u>77,699</u>	<u>20,577</u>	<u>627,839</u>

9 STOCKS

	2010 £	2009 £
Raw materials and consumables	12,176	9,250
Finished goods and goods for resale	2,057,101	1,972,177
	<u>2,069,277</u>	<u>1,981,427</u>

10 DEBTORS

	2010 £	2009 £
Due within one year		
Trade debtors	1,393,160	833,560
Amounts due from related undertakings	3,240,786	2,595,783
Corporation tax recoverable	645,925	-
Other debtors	88,055	32,792
Prepayments and accrued income	815,917	1,335,428
	<u>6,183,843</u>	<u>4,797,563</u>
Due after more than one year		
Amounts due from related undertakings	900,000	575,000
Other debtors	31,854	8,496
	<u>7,115,697</u>	<u>5,381,059</u>

Vivienne Westwood Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2010

11	CREDITORS Amounts falling due within one year	2010 £	2009 £
	Trade creditors	2,207,830	1,815,340
	Amounts due to related undertakings	1,039,369	200,415
	Corporation tax	-	960,601
	Other taxation and social security	542,650	432,525
	Other creditors	2,521,591	2,593,823
	Accruals	5,954,158	1,894,366
	Deferred income	862,111	877,987
		<u>13,127,709</u>	<u>8,775,057</u>
12	DEFERRED INCOME	2010 £	2009 £
	Deferred income comprises unreleased royalties receivable as follows		
	1 January 2010	3,511,951	4,561,211
	Royalties receivable	508,093	684,000
	Contract renewal	-	-
	Released during the year	(1,433,712)	(1,733,260)
	31 December 2010	<u>2,586,332</u>	<u>3,511,951</u>
	Due within one year	862,111	877,987
	Due after more than one year	1,724,221	2,633,964
		<u>2,586,332</u>	<u>3,511,951</u>

Vivienne Westwood Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2010

13 DEFERRED TAXATION ASSETS AND LIABILITIES

Deferred tax accounted for in the financial statements and the unprovided potential liability/(asset) are as follows

	Amount provided		Amount unprovided	
	2010	2009	2010	2009
	£	£	£	£
Excess of depreciation over tax allowances	-	-	21,428	10,000
Trading losses	-	-	-	-
	<u>-</u>	<u>-</u>	<u>21,428</u>	<u>10,000</u>
	<u>-</u>	<u>-</u>	<u>21,428</u>	<u>10,000</u>

14 SHARE CAPITAL

	2010	2009
	£	£
Authorised 10,000 ordinary shares of £1 each	10,000	10,000
Allotted, issued and fully paid 100 ordinary shares of £1 each	<u>100</u>	<u>100</u>

15 PROFIT AND LOSS ACCOUNT

	2010	2009
	£	£
1 January 2010	5,342,580	3,815,816
(Loss)/profit for the financial year	(382,666)	1,526,764
31 December 2010	<u>4,959,914</u>	<u>5,342,580</u>

16 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2010	2009
	£	£
(Loss)/profit for the financial year	(382,666)	1,526,764
Opening shareholders' funds	5,342,680	3,815,916
Closing shareholders' funds	<u>4,960,014</u>	<u>5,342,680</u>

Vivienne Westwood Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2010

17	CASH FLOWS	2010 £	2009 £
a	Reconciliation of operating profit to net cash inflow from operating activities		
	Operating (loss)/profit	(610,275)	3,211,933
	Depreciation and amortisation	151,069	120,059
	Exchange differences	123,850	(575,129)
	Increase in stocks	(87,850)	(671,575)
	(Increase)/decrease in debtors	(1,088,713)	1,708,284
	Increase/(decrease) in creditors	4,403,510	(4,177,129)
	Net cash inflow/(outflow) from operating activities	<u>2,891,591</u>	<u>(383,557)</u>
b	Analysis of cash flows for headings netted in the cash flow		
	Returns on investments and servicing of finance		
	Interest received	14,266	35,299
	Interest paid	(6,093)	(144,128)
	Net cash inflow/(outflow) from returns on investments and servicing of finance	<u>8,173</u>	<u>(108,829)</u>
	Capital expenditure and financial investment		
	Purchase of tangible fixed assets	(307,443)	(122,733)
	Sale of tangible fixed assets	-	-
	Net cash outflow from capital expenditure and financial investment	<u>(307,443)</u>	<u>(122,733)</u>
	Financing		
	Debt due within one year	-	-
	Net cash flow from financing	<u>-</u>	<u>-</u>
c	Analysis of net debt	At 31 December 2009 £	Cash flow £
	Cash at bank and in hand	8,761,376	1,081,382
		<u>8,761,376</u>	<u>1,081,382</u>

Vivienne Westwood Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2010

18 COMMITMENTS UNDER OPERATING LEASES

At 31 December 2010 the company had annual commitments under non-cancellable operating leases as follows

	2010	2009
	£	£
Land and buildings		
expiring in the second to fifth year	810,000	120,000
expiring after five years	296,528	843,528
	<u>1,106,528</u>	<u>963,528</u>

19 CONTROL

V I Westwood, a director, is the ultimate controlling shareholder of the company Latimo SA, incorporated in Luxembourg, is the ultimate and immediate parent company

20 RELATED PARTY TRANSACTIONS

	2010	2009
	£	£
Directors' current accounts		
Included in creditors at the year end		
C D'Amario	2,391,312	2,420,228
V I Westwood	<u>101,505</u>	<u>135,560</u>

The maximum amounts outstanding during the year in regard to the directors' current accounts were £2,420,228 for C D'Amario and £135,560 for V I Westwood

Vivienne Westwood (Property) Limited is a company incorporated in the United Kingdom V I Westwood is a director and has ultimate control of the company

	2010	2009
	£	£
Rent paid to Vivienne Westwood (Property) Limited	450,000	482,000
Administration charges	<u>2,000</u>	<u>36,250</u>
Included within debtors at the year end		
Due from related undertakings in less than one year	223,304	316,610
Due from related undertakings in more than one year	450,000	425,000
Prepayments and accrued income	<u>-</u>	<u>-</u>

Vivienne Westwood Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2010

Elcho Property Limited is a company incorporated in the United Kingdom V I Westwood is a director and has ultimate control of the company

	2010 £	2009 £
Rent paid to Elcho Property Limited	180,000	120,000
Administration charges	2,000	32,250
Increased deposit under rental agreement	300,000	-
Included within debtors at the year end		
Due from related undertakings in less than one year	414,489	173,890
Due from related undertakings in more than one year	450,000	150,000

VW Parfum Limited is a company incorporated in the United Kingdom V I Westwood is a director and has ultimate control of the company

	2010 £	2009 £
Amount paid to VW Parfum Limited in respect of group relief received	-	7,624
Administration charges	2,000	35,555
Included within debtors at the year end		
Due (to)/from related undertakings in less than one year	(7,624)	27,931

Vivienne Westwood Consulting S.r.l. is a company incorporated in Italy V I Westwood has ultimate control of the company

	2010 £	2009 £
Consulting services paid to Vivienne Westwood Consulting S r l	247,803	109,689
Accrued administration charges	-	-
Included within creditors at the year end		
Due from related undertakings due in less than one year	-	-

Vivienne Westwood S.r.l. is a company incorporated in Italy V I Westwood has ultimate control of the company

Vivienne Westwood Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2010

	2010 £	2009 £
Amount receivable from Vivienne Westwood S r l in respect of commission	1,827,204	1,397,377
Amount receivable from Vivienne Westwood S r l in respect of designer agreement	203,521	-
Amount receivable from Vivienne Westwood S r l in respect of PR agreement	127,201	-
Amount receivable from Vivienne Westwood S r l in respect of visual merchandising agreement	10,435	-
Amount payable to Vivienne Westwood S r l in respect of commission	32,404	18,876
Amount payable to Vivienne Westwood S r l in respect of PR agreement	66,956	-
Included within debtors at the year end		
Loan from related undertakings due in less than one year	-	-
Amount due from related undertakings in less than one year	2,297,836	2,034,074
Prepayments and accrued income	875,695	397,377
Included within creditors at the year end		
Due to related undertakings in less than one year	141,037	45,498

Vivienne Westwood S.a.r.l. is a company incorporated in France V I Westwood has ultimate control of the company

	2010 £	2009 £
Amount receivable from Vivienne Westwood S a r l in respect of commission	68,137	-
Amount receivable from Vivienne Westwood S a r l in respect of PR agreement	302,607	-
Included within debtors at the year end		
Due from related undertakings in less than one year	151,833	43,278
Included within creditors at the year end		
Due to related undertakings in less than one year	198,817	154,917

Latimo SA is a company incorporated in Luxembourg V I Westwood has ultimate control of the company

	2010 £	2009 £
Licence fees paid to Latimo SA	5,329,448	1,213,283
Included within creditors at the year end		
Accruals	1,629,933	1,213,282

Vivienne Westwood Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2010

Rio Bravo Inc is a company incorporated in the United States of America V I Westwood has ultimate control of the company

	2010 £	2009 £
Amount receivable from Rio Bravo Inc in respect of goods sold	154,152	-
Included within debtors at the year end		
Due from related undertakings in less than one year	160,948	-
	<u>160,948</u>	<u>-</u>

21 CONTINGENT ASSETS/LIABILITIES

The company is included in a group registration for VAT purposes and is therefore jointly and severally liable for all other group companies' unpaid debts in this connection Other group companies' VAT balances at 31 December resulted in a net asset amounting to £4,027 (2009 £48,012 asset)