

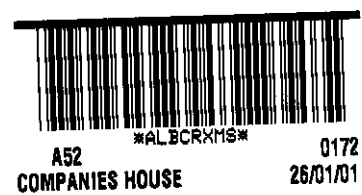
Company Registration No. 458321

LOUIS DAVIS (NOTTINGHAM) LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED

31 OCTOBER 2000



LOUIS DAVIS (NOTTINGHAM) LIMITED

ABBREVIATED ACCOUNTS

Year ended 31 October 2000

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LOUIS DAVIS (NOTTINGHAM) LIMITED

REPORT OF THE DIRECTORS

The directors present their annual report and the financial statements of the company for the year ended 31 October 2000.

Statement of directors' responsibilities

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 to 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.

Activities

The principal activity of the company continued to be the manufacture of lingerie.

Review of the business

The directors consider the year end position to be satisfactory and consider the company to be well placed to continue to be profitable in the year ahead.

Results and dividends

The trading profit for the year, after taxation, amounted to £59,086.

The directors recommend the payment of a dividend of £51.00 per £1 ordinary share (1999: £64.10 per £1 ordinary share).

Directors and their interests

The beneficial interests of the directors, including family interests, in the share capital of the company are as follows:

	Ordinary Shares of £ 1 each	
	31 October 2000	1 November 1999
J S Mordecai - Smith	1,923	1,923
B S Mordecai	3,954	3,954
J T Mordecai - Smith	1,923	1,923

In accordance with the company's Articles of Association, JS Mordecai-Smith retires by rotation and, being eligible, offers herself for re-election.

488 of the shares held by BS Mordecai, JS Mordecai-Smith and JT Mordecai-Smith are held in trust with themselves as beneficiaries.

AJ Kennedy, a partner of Cooper-Parry, is a trustee in a trust holding shares in the company.

No director had, during or at the end of the year, any interest in a contract which was considered material in relation to the company's business except as disclosed in note 19.

Charitable contributions

During the year the company made charitable donations of £480 (1999: £2,448).

LOUIS DAVIS (NOTTINGHAM) LIMITED

REPORT OF THE DIRECTORS (CONTINUED)

Auditors

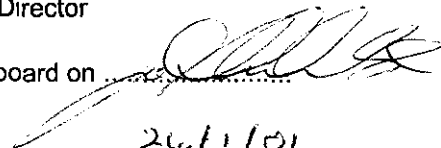
In accordance with section 385 of the Companies Act 1985, a resolution proposing the re-appointment of Cooper-Parry as auditors of the company will be put to the annual general meeting.

Signed on behalf of the board of directors

J T MORDECAI - SMITH

Director

Approved by the board on


24/1/01.

REPORT OF THE AUDITORS TO LOUIS DAVIS (NOTTINGHAM) LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 4 to 12, together with the financial statements of the company for the year ended 31 October 2000 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

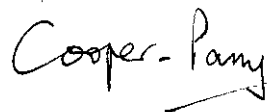
The directors are responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of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

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages 4 to 12 are properly prepared in accordance with that provision.



COOPER-PARRY

NOTTINGHAM

Chartered Accountants

24th January 2001.

Registered Auditor

LOUIS DAVIS (NOTTINGHAM) LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT

Year ended 31 October 2000

	Notes	2000 £	1999 £
Gross profit		553,254	401,864
Distribution costs		(20,242)	(18,707)
Administrative expenses		(492,644)	(493,882)
Operating profit/(loss)		40,368	(110,725)
Other interest receivable and similar income	5	31,192	111,710
Profit on ordinary activities before taxation	2	71,560	985
Tax on profit on ordinary activities	6	(12,474)	(3,973)
Profit/(loss) on ordinary activities after taxation		59,086	(2,988)
Dividends	7	(397,800)	(500,000)
Retained loss for the year	15	(338,714)	(502,988)

The notes on pages 7 to 12 form part of these abbreviated accounts.

LOUIS DAVIS (NOTTINGHAM) LIMITED

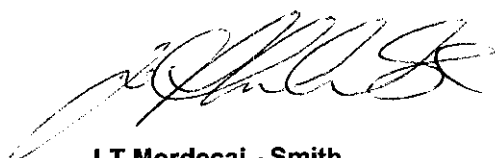
ABBREVIATED BALANCE SHEET

At 31 October 2000

	Notes	£	2000 £	£	1999 £
Fixed assets					
Tangible assets	8		266,576		264,141
Current assets					
Stocks	9	158,867		279,217	
Debtors	10	721,502		321,989	
Cash at bank and in hand		315,273		1,257,263	
			<u>1,195,642</u>	<u>1,858,469</u>	
Creditors: amounts falling due within one year	11	(641,406)		(960,563)	
Net current assets			<u>554,236</u>		<u>897,906</u>
Total assets less current liabilities			<u>820,812</u>		<u>1,162,047</u>
Provisions for liabilities and charges	12		(33,500)		(36,021)
			<u>787,312</u>		<u>1,126,026</u>
Capital and reserves					
Called up share capital	14		7,800		7,800
Profit and loss account	15		779,512		1,118,226
Shareholders' funds	16		<u>787,312</u>		<u>1,126,026</u>

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

Signed on behalf of the board of directors



J T Mordecai - Smith
Director

Approved by the board on 24/11/01

The notes on pages 7 to 12 form part of these abbreviated accounts.

LOUIS DAVIS (NOTTINGHAM) LIMITED

CASH FLOW STATEMENT

Year ended 31 October 2000

	Notes	2000 £	1999 £
Net cash outflow from operating activities	20	(294,654)	(162,458)
Returns on investments and servicing of finance			
Interest received		31,192	111,710
		<u>31,192</u>	<u>111,710</u>
Net cash inflow for returns on investments and servicing of finance		31,192	111,710
Taxation		(7,826)	(8,194)
Capital expenditure			
Payments to acquire tangible assets		(37,236)	(92,405)
Receipts from sales of tangible assets		-	24,709
		<u>(37,236)</u>	<u>(67,696)</u>
Net cash outflow for capital expenditure		(37,236)	(67,696)
Equity dividends paid		(500,000)	(80,340)
		<u>(500,000)</u>	<u>(80,340)</u>
Net cash outflow before management of liquid resources and financing		(808,524)	(206,978)
		<u>(808,524)</u>	<u>(206,978)</u>
Decrease in cash in the year	22	<u>(808,524)</u>	<u>(206,978)</u>

The notes on pages 7 to 12 form part of these abbreviated accounts.

LOUIS DAVIS (NOTTINGHAM) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

Year ended 31 October 2000

1 Accounting policies

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the company's financial statements.

Accounting convention

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

Turnover

Turnover represents the amounts derived from the supply of goods and services which fall within the company's activities, and is stated net of value added tax.

Depreciation

No depreciation has been charged on freehold land. Depreciation has been provided on all other fixed assets using the following annual rates and bases:

Freehold buildings	2.5% - straight line
Plant and machinery	15% - straight line
Fixtures, fittings & equipment	10% - straight line, 25% - straight line
Motor vehicles	25% - reducing balance

Stocks and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value. The cost of work in progress and finished goods includes the relevant proportion of overheads.

Deferred taxation

The charge for taxation is based on the profit for the year as adjusted for disallowable items. Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability will crystallise in the foreseeable future.

Leased assets

Payments made under operating leases are charged to the profit and loss account in the period to which they relate.

2 Profit on ordinary activities before taxation

The profit on ordinary activities before taxation is stated after charging/(crediting) the following:

	2000 £	1999 £
Auditors' remuneration	7,500	7,000
Depreciation of owned tangible assets	34,801	27,267
Profit on disposal of tangible fixed assets	-	(5,864)
Operating lease charges:		
Hire of plant and machinery	4,848	-

LOUIS DAVIS (NOTTINGHAM) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

Year ended 31 October 2000

3	Directors' emoluments	2000	1999
		£	£
	Remuneration (including personal pension contributions)	140,630	153,184
		<u> </u>	<u> </u>
4	Staff costs		
	The aggregate payroll costs including directors' emoluments were as follows:		
		2000	1999
		£	£
	Salaries and wages	603,267	663,436
	Social security costs	42,339	54,619
	Personal pension contributions	34,230	31,184
		<u> </u>	<u> </u>
		679,836	749,239
		<u> </u>	<u> </u>
	The average monthly number of employees during the year was as follows:		
	Manufacturing	52	52
	Administration and management	12	16
		<u> </u>	<u> </u>
		64	68
		<u> </u>	<u> </u>
5	Other interest receivable and similar income	2000	1999
		£	£
	Bank interest	31,192	68,649
	Other interest	-	43,061
		<u> </u>	<u> </u>
		31,192	111,710
		<u> </u>	<u> </u>
6	Tax on profit on ordinary activities	2000	1999
		£	£
	UK corporation tax based on the results for the year	14,995	51
	UK corporation tax underprovided in previous year	-	4,738
	Deferred taxation	(2,521)	(816)
		<u> </u>	<u> </u>
		12,474	3,973
		<u> </u>	<u> </u>
7	Dividends	2000	1999
		£	£
	Ordinary final proposed	397,800	500,000
		<u> </u>	<u> </u>

LOUIS DAVIS (NOTTINGHAM) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

Year ended 31 October 2000

8 Tangible fixed assets

	Freehold land and buildings	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 November 1999	284,413	167,977	75,499	130,780	658,669
Additions	-	31,172	6,064	-	37,236
At 31 October 2000	284,413	199,149	81,563	130,780	695,905
Depreciation					
At 1 November 1999	127,998	162,851	62,941	40,738	394,528
Charge for the year	5,655	4,517	3,992	20,637	34,801
At 31 October 2000	133,653	167,368	66,933	61,375	429,329
Net book value					
At 31 October 2000	150,760	31,781	14,630	69,405	266,576
At 31 October 1999	156,415	5,126	12,558	90,042	264,141

9 Stocks and work in progress

	2000 £	1999 £
Raw materials	85,617	133,116
Work in progress	38,249	95,765
Finished goods	35,001	50,336
	158,867	279,217

10 Debtors

	2000 £	1999 £
Trade debtors	215,847	250,850
Corporation tax	-	5,960
Other debtors	482,256	-
Prepayments and accrued income	23,399	65,179
	721,502	321,989

LOUIS DAVIS (NOTTINGHAM) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

Year ended 31 October 2000

11 Creditors: amounts falling due within one year	2000	1999
	£	£
Bank loans and overdrafts	9,750	143,216
Trade creditors	110,835	169,374
Corporation tax	1,209	-
Other taxes and social security costs	28,930	70,433
Other creditors	84,150	58,063
Accruals and deferred income	8,732	19,477
Proposed dividend	397,800	500,000
	<u>641,406</u>	<u>960,563</u>

12 Provisions for liabilities and charges

	Deferred taxation £
Balance at 1 November 1999	36,021
Profit and loss account	(2,521)
	<u>33,500</u>
Balance at 31 October 2000	<u>33,500</u>

Deferred taxation

The amounts provided in respect of deferred taxation, using the liability method, at 30% (1999 - 30%) are as follows:

	Amount fully provided 2000	1999
	£	£
Accelerated capital allowances	<u>33,500</u>	<u>36,021</u>

13 Leasing commitments

Annual commitments under operating leases at 31 October 2000 were as follows:

	2000	1999
	£	£
Expiring within one year	<u>1,105</u>	<u>-</u>

LOUIS DAVIS (NOTTINGHAM) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

Year ended 31 October 2000

14 Called up share capital	2000	1999
	£	£
Authorised:		
20,000 Ordinary Shares of £ 1 each	20,000	20,000
	<u> </u>	<u> </u>
Allotted, issued and fully paid:		
7,800 Ordinary Shares of £ 1 each	7,800	7,800
	<u> </u>	<u> </u>

15 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 November 1999	1,118,226
Retained loss for the year	(338,714)
	<u> </u>
Balance at 31 October 2000	779,512
	<u> </u>

16 Reconciliation of movements in shareholders' funds	2000	1999
	£	£
Profit/(Loss) for the financial year	59,086	(2,988)
Dividends	(397,800)	(500,000)
	<u> </u>	<u> </u>
Net depletion in shareholders' funds	(338,714)	(502,988)
Opening shareholders' funds at 1 November 1999	1,126,026	1,629,014
	<u> </u>	<u> </u>
Closing shareholders' funds at 31 October 2000	787,312	1,126,026
	<u> </u>	<u> </u>

17 Contingent liabilities

The directors are not aware of any material contingent liabilities.

18 Control

The company is controlled by Mrs BS Mordecai.

LOUIS DAVIS (NOTTINGHAM) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

Year ended 31 October 2000

19 Related party transactions

During the year the company had the following transactions with Maplezona Property Investment Limited, a company controlled and owned by the directors of Louis Davis (Nottingham) Limited.

Included within debtors is £482,006 (1999: £32,258 creditor) due from Maplezona Property Investment Limited.

Included within prepayments and accrued income is £Nil (1999: £38,872) in respect of interest charged on these loans which is included in the profit and loss account for the year.

20 Reconciliation of operating profit/(loss) to net cash outflow from operating activities	2000	1999
	£	£
Operating profit/(loss)	40,368	(110,725)
Depreciation of tangible assets	34,801	27,267
Profit on disposal of tangible assets	-	(5,864)
Decrease/(increase) in stocks	120,350	(8,709)
(Increase)/decrease in debtors	(405,473)	390,353
Decrease in creditors within one year	(84,700)	(454,780)
	<u>(294,654)</u>	<u>(162,458)</u>
Net cash outflow from operating activities	<u>(294,654)</u>	<u>(162,458)</u>

21 Reconciliation of net cash flow to movement in net funds	2000	1999
	£	£
Decrease in cash in the year	(808,524)	(206,978)
Opening net funds	1,114,047	1,321,025
	<u>305,523</u>	<u>1,114,047</u>
Closing net funds	<u>305,523</u>	<u>1,114,047</u>

22 Analysis of changes in net funds	1 November 1999	Cash flow	31 October 2000
	£	£	£
Net cash:			
Cash at bank and in hand	1,257,263	(941,990)	315,273
Bank overdrafts	(143,216)	133,466	(9,750)
	<u>1,114,047</u>	<u>(808,524)</u>	<u>305,523</u>
Net funds	<u>1,114,047</u>	<u>(808,524)</u>	<u>305,523</u>