

RAMTEAZLE LIMITED

REPORT OF THE DIRECTORS AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2000



**RAMTEAZLE LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2000**

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RAMTEAZLE LIMITED
DIRECTORS, OFFICERS AND REGISTERED OFFICE

DIRECTORS: Mr. R.H. Jones - Chairman
Mr. G.C.R. Booth
Mr. M.G.T. Harris
Mr. J. C. Hutchins
Mr. J.H. Jones
Mr. A. P. Leslie

SECRETARY: Mr A. C. Woods

AUDITORS: PKF
New Garden House,
78 Hatton Garden,
London, EC1N 8JA

**REGISTERED
OFFICE:** Clothworkers' Hall,
Dunster Court,
Mincing Lane,
London, EC3R 7AH

**COMPANY
REGISTERED
NUMBER:** 1184635

**RAMTEAZLE LIMITED
DIRECTORS' REPORT**

The Directors present their Report and the financial statements of the Company for the year ended 31 December 2000.

RESULTS AND DIVIDENDS

The loss for the year after taxation was £5,452 (1999: £75,743 profit). A donation of £76,000 was made to The Clothworkers' Foundation (1999: £nil) under the Gift Aid scheme.

The Directors do not recommend that a dividend is paid (1999: £199,628).

REVIEW OF THE BUSINESS

The Company's principal activity during the year continued to be the provision of management and ancillary services. The Company's financial position at 31 December 2000 is shown in the attached balance sheet.

FUTURE DEVELOPMENTS

The Directors are developing the activities of the Company, taking into account the general economic conditions which exist in the current year.

DIRECTORS

The Directors who have held office during the year are:-

Mr. R.H. Jones - Chairman
Mr. G.C.R. Booth
Mr. M.G.T. Harris
Mr. J. C. Hutchins
Mr. J.H. Jones
Mr. A. P. Leslie

In accordance with the Articles of Association, Mr J. H. Jones and Mr A.P. Leslie retire by rotation from the Board at the Annual General Meeting and, being eligible, offer themselves for re-election.

DIRECTORS' INTERESTS

The Directors held no beneficial interests requiring to be disclosed under s325 of the Companies Act 1985.

AUDITORS

Pannell Kerr Forster changed their name to PKF on 1 November 2000 and will sign their audit report in their new name.

PKF have signified their willingness to continue in office as auditors and a resolution reappointing them will be submitted to the Annual General Meeting.

Clothworkers' Hall,
Dunster Court,
Mincing Lane,
London, EC3R 7AH.

23 May 2001

BY ORDER OF THE BOARD


A. C. Woods
Secretary

RAMTEAZLE LIMITED
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; and
- 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.

**AUDITORS' REPORT TO THE SHAREHOLDERS OF
RAMTEAZLE LIMITED**

We have audited the financial statements on pages 5 to 10 which have been prepared under the accounting policies set out on page 7.

Respective responsibilities of Directors and Auditors

As described on page 3 the Company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards, 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the Company as at 31 December 2000 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

London

23 May 2001


PKF
Registered Auditors

RAMTEAZLE LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 DECEMBER 2000

	<u>Notes</u>	<u>2000</u> <u>£</u>	<u>1999</u> <u>£</u>
Turnover	2	1,707,595	1,642,883
Administrative expenses		1,657,807	1,575,100
		49,788	67,783
Interest receivable	3	21,240	18,072
		71,028	85,855
Donation	4	76,000	-
(Loss)/profit on ordinary activities before taxation	6	(4,972)	85,855
Tax on (loss)/profit on ordinary activities	7	480	10,112
(Loss)/profit on ordinary activities after taxation		(5,452)	75,743
Dividend	8	-	199,628
Retained loss for the year	14	(5,452)	(123,885)

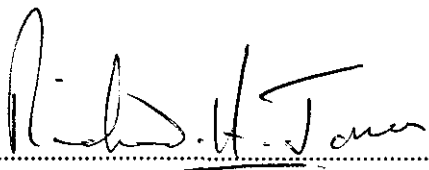
All amounts relate to continuing operations.

The Company has no recognised gains or losses other than the loss for the year.

RAMTEAZLE LIMITED
BALANCE SHEET
AS AT 31 DECEMBER 2000

	<u>Notes</u>	<u>2000</u>	<u>1999</u>
		£	£
FIXED ASSETS			
Tangible assets	9	172,148	131,362
CURRENT ASSETS			
Stocks	10	253,701	229,974
Debtors	11	173,122	225,292
Short term deposits		337,000	318,000
Cash at bank and in hand		144,055	41,678
		<u>907,878</u>	<u>814,944</u>
CREDITORS			
Amounts falling due within one year	12	278,049	138,877
		<u>629,829</u>	<u>676,067</u>
NET CURRENT ASSETS			
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>801,977</u>	<u>807,429</u>
CAPITAL AND RESERVES			
Called up share capital	13	49,907	49,907
Profit and loss account	14	752,070	757,522
		<u>801,977</u>	<u>807,429</u>
EQUITY SHAREHOLDERS' FUNDS	15		
		<u>801,977</u>	<u>807,429</u>

Approved by the Directors on 23 May 2001



 Mr. R. H. Jones

Directors



 Mr. M. G. I. Harris

RAMTEAZLE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2000

1 ACCOUNTING POLICIES

(a) Accounting Convention

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

(b) Stocks

Stocks are valued at the lower of cost and net realisable value.

(c) Depreciation

Depreciation is calculated to write off the cost of the fixed assets over the period of their useful lives at the rate of 20% per annum on cost for Furniture, Fittings and Equipment and 25% per annum on cost for Motor Vehicles.

(d) Pension costs

The expected cost of providing pensions as calculated periodically by professionally qualified actuaries is charged to the profit and loss account so as to spread the cost over the service lives of employees in the scheme in such a way that the pension cost is a substantially level percentage of current and expected future pensionable payroll (see note 16).

	<u>2000</u> £	<u>1999</u> £
2 TURNOVER		
Administration fees and income arising from ancillary services net of VAT	1,707,595	1,642,883
	<u> </u>	<u> </u>
3 INTEREST RECEIVABLE		
Bank deposit interest	21,240	18,072
	<u> </u>	<u> </u>
4 DONATION		
A donation of £76,000 was made to The Clothworkers' Foundation under the Gift Aid scheme.		
5 DIRECTORS' REMUNERATION AND STAFF COSTS		
The Directors do not receive remuneration for their services.		
Staff costs included in administrative expenses were as follows:		
Salaries and wages	797,673	762,466
Social security costs	73,803	66,819
Contributions to pension scheme (see note 16)	8	8
	<u> </u>	<u> </u>
	871,484	829,293
	<u> </u>	<u> </u>

The average weekly number of employees (excluding directors) during the year was 33 (1999 : 33).

RAMTEAZLE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2000

	<u>2000</u> £	<u>1999</u> £	
6 PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			
This is stated after charging:-			
Depreciation	72,024	59,751	
Auditors' remuneration - Audit	12,900	12,500	
- Non-audit	3,055	9,080	
	<u> </u>	<u> </u>	
7 TAX ON (LOSS)/PROFIT ON ORDINARY ACTIVITIES			
Corporation tax at 30% less marginal small companies relief (1999 : 30.25% less marginal small companies relief)	-	13,000	
Under/(over) provision in prior years	480	(2,888)	
	<u> </u>	<u> </u>	
	480	10,112	
	<u> </u>	<u> </u>	
8 DIVIDEND			
Interim dividend paid	-	199,628	
	<u> </u>	<u> </u>	
9 TANGIBLE ASSETS			
	<u>Motor Vehicles</u> £	<u>Furniture, Fittings and Equipment</u> £	<u>Total</u> £
Cost			
At 1 January 2000	99,950	1,191,874	1,291,824
Additions	65,670	52,405	118,075
Disposals	(62,731)	-	(62,731)
	<u> </u>	<u> </u>	<u> </u>
At 31 December 2000	102,889	1,244,279	1,347,168
	<u> </u>	<u> </u>	<u> </u>
Depreciation			
At 1 January 2000	76,076	1,084,386	1,160,462
Provided during the year	25,722	46,302	72,024
On disposals	(57,466)	-	(57,466)
	<u> </u>	<u> </u>	<u> </u>
At 31 December 2000	44,332	1,130,688	1,175,020
	<u> </u>	<u> </u>	<u> </u>
Net book amount			
At 31 December 2000	58,557	113,591	172,148
	<u> </u>	<u> </u>	<u> </u>
At 31 December 1999	23,874	107,488	131,362
	<u> </u>	<u> </u>	<u> </u>

RAMTEAZLE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2000

10 STOCKS

Stocks comprise stocks of consumables held for use by the company, and minor items for resale.

	<u>2000</u> £	<u>1999</u> £
11 DEBTORS		
Sales ledger balances	3,378	68,856
Amounts owing by other group undertakings	102,122	95,766
Prepayments and accrued income	32,894	24,304
Other debtors	34,728	36,366
	173,122	225,292
12 CREDITORS		
Amounts falling due within one year:		
Amounts owed to other group undertakings	-	59
Corporation tax payable	-	13,000
Taxation and social security	26,026	27,307
Accruals	63,140	17,080
Purchase ledger balances	9,954	-
Other creditors	178,929	81,431
	278,049	138,877
13 SHARE CAPITAL		
Authorised:		
50,000 Ordinary shares of £1 each	50,000	50,000
Allotted and fully paid:		
49,907 Ordinary shares of £1 each	49,907	49,907
14 PROFIT AND LOSS ACCOUNT		
At 1 January 2000	757,522	
Loss for the year	(5,452)	
At 31 December 2000	752,070	

RAMTEAZLE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2000

15 EQUITY SHAREHOLDERS' FUNDS

	<u>2000</u> £	<u>1999</u> £
Reconciliation of movements in shareholders' funds		
At 1 January 2000	807,429	931,314
Loss for the financial year	(5,452)	(123,885)
At 31 December 2000	801,977	807,429

16 PENSION SCHEME

The group operates a defined benefit pension scheme for the majority of its employees. The assets of the scheme are held in a separate trustee administered fund. The scheme is subject to triennial valuation by independent actuaries, the last valuation being carried out as at 31 December 1999 using the attained age method. The actuarial assumptions made in the valuation were that the overall rate of return on investments in the future would exceed salary increases by 1.0% per annum and pension increases by 2.0 % per annum.

At the last valuation date the market value of the scheme's assets was £9,574,000. The actuarial value of these assets was sufficient to cover 116% of the benefits which had accrued to members, after allowing for expected future increases in earnings. The scheme is funded by means of an employer's contribution of £8 per annum together with rental income received by the scheme trustees equivalent to the funding rate required in accordance with the actuarial valuation. This funding rate takes account of the surplus disclosed by the valuation over the average remaining service lives of the members of the scheme.

The full financial cost of all pension arrangements in 2000 was £312,032 (1999 : £171,344).

17 ULTIMATE PARENT UNDERTAKING AND RELATED PARTY TRANSACTIONS

The Company's immediate and ultimate parent undertaking is the Worshipful Company of Clothworkers, (The Clothworkers' Company) incorporated under Royal Charter in 1528. The company also serves as the controlling entity. The Clothworkers' Foundation, a charity, is a related party of The Clothworkers' Company.

Transactions concerning related parties were as follows:

	<u>2000</u> £	<u>1999</u> £
Amounts received/(paid)		
Administrative service charges:		
The Clothworkers' Company	1,301,000	1,204,000
The Clothworkers' Foundation	303,000	299,000
Goldenram Limited	17,500	24,912
Habick Limited	29,093	58,184
Clothworkers' Company Pension Scheme	20,000	20,000
Debtors/(creditors)		
The Clothworkers' Company	89,266	(59)
The Clothworkers' Foundation	(30,370)	28,869
Goldenram Limited	12,856	92,791
Habick Limited	-	1,475
Clothworkers' Company Pension Scheme	(52,086)	59,854

RAMTEAZLE LIMITED
DETAILED PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 DECEMBER 2000

	<u>2000</u> £	<u>1999</u> £
TURNOVER		
Administration charges	1,670,593	1,606,098
Property service charge	10,852	10,632
Miscellaneous income	11,027	6,238
Hire of hall	15,123	19,915
	1,707,595	1,642,883
INTEREST RECEIVABLE		
Interest receivable on deposits	21,240	18,072
ADMINISTRATIVE EXPENSES		
Salaries, wages and benefits	943,958	891,372
Staff-related expenses	68,943	34,468
Motor vehicle running costs	12,581	11,905
Information systems	37,739	31,082
Legal and professional expenses	35,150	48,399
Communications	24,780	23,478
Office expenses	59,633	57,667
Sundry expenses	24,732	25,818
Catering costs	55,109	56,971
Building repairs and maintenance	70,729	72,628
Cleaning	29,301	28,372
Repair and maintenance of furniture, fittings and equipment	6,241	16,799
Insurance	70,731	63,790
Utilities	37,934	38,199
Local taxation	95,916	87,297
Depreciation	72,025	59,751
Loss/(profit) on sale of fixed assets	(14,235)	-
VAT irrecoverable	26,540	27,104
	1,657,807	1,575,100