1 39152 6

C.W. GEORGE & CO.

Financial Accounts

Peers Hardy (U.K.) Limited

For The Year Ended
31st March 1987

Index

C W George & Co.
Chartered Accountants

Peers Hardy (U.K.) Limited

REPORT OF THE DIRECTORS
For The Year Ended 31st March 1987

The Directors present their annual report on the affairs of the Company, together with the Accounts and Auditors' Report for the above period.

RESULTS AND DIVIDENDS

The net profit of the Company for the period was £166826 (1986 - £87627). The Directors recommend that this be added to the retained earnings at the beginning of the period and that the balance of £711055 be carried forward.

The Directors do not recommend the payment of a dividend.

During the period exports from the United Kingdom amounted to £566636 (1986-£167792).

REVIEW OF THE BUSINESS

During the period the Company's principal activities have been that of Manufacturers Importers & Distributors of Clocks and Watches.

DIRECTORS

The Directors of the Company during the period and their beneficial interests in the issued share capital of the Company at the beginning and end of the period were:

		Ordinary Shares of £1 each		
		1987	1986	
	'A'	55000	55000	(Note 5)
N.R. Woolley	'A'	159979	159979	(Note 5)
J.E. Story	'B'	34993	34993	Non-Voting
R.S. Bates		-	-	

R.S. Bates retires from the Board and, being eligible, offers himself for re-election.

POLITICAL AND CHARITABLE DONATIONS

No political or charitable donations were made during the year.

STATUS

The company is a close company under the provisions of the Taxes Acts.

AUDITORS

A resolution will be proposed at the Annual General Meeting to re-appoint the Auditors, C W George & Co., Chartered Accountants.

BY ORDER OF THE BOARD

May 1987

Peers Hardy (U.K.) Limited

REPORT OF THE AUDITORS

To The Members of Peers Hardy (U.K.) Limited

We have audited the accounting records of Peers Hardy (U.K.) Limited for the Year ended 31st March 1987.

The accounts attached which have been drawn up under the historical cost convention have been properly prepared in accordance with the provisions of the Companies Act 1985.

In our opinion these accounts give, under the historical cost convention, a true and fair view of the state of affairs, and results. We are also of the opinion that the requirements for exemptions under sections 247 to 249 of the Companies Act 1985 have been satisfied.

C W George & Co.
Chartered Accountants

Grazebrook House
Peartree Lane
Dudley
West Midlands
DY2 OXW

May 1987

No. of Company : 1391526

Peers Hardy (U.K.) Limited

BALANCE SHEET
As at 31st March 1987

	Notes	1987 £	1987 £	1986 £	1986 £
FIXED ASSETS	3				
Tangible Assets			249416		232107
CURRENT ASSETS	6				
Stock		864907		566038	
Debtors		614169		376103	
Cash at Bank		713		531	
Cash Account		454		108	
		1480243		942780	
CREDITORS	7				
Amounts due within one year		904190		516349	
NET CURRENT ASSETS			576053		426431
TOTAL ASSETS LESS CURRENT LIABILITIES			825469		658538
CREDITORS	7				
Amounts due in more than one year			89414		89306
			£ 736055		£ 569232
CAPITAL AND RESERVES					
Share Capital	5		25000		25000
Profit and Loss Account			711055		544232
			£ 736055		£ 569232

As a medium size Company we have relied upon the exemptions contained in the Companies Act 1981, section 6.

..................)
..................)
..................) DIRECTORS

May 1987

Peers Hardy (U.K.) Limited

PROFIT AND LOSS ACCOUNT
For The Year Ended 31st March 1987

	1987	1987	1986	1986
		£		£
GROSS PROFIT		1001678		678277
Distribution Costs		213675		140678
		788003		537599
Administration Costs				
General Overheads	240325		245553	
Directors' Remuneration	157069		80228	
Auditors' Remuneration	2500		1450	
Depreciation	52886		39179	
Bank Interest	54175		35948	
		506955		402358
		281048		135241
Income from Investments				
Sundry Income	-		2120	
Bank Interest Received	657		-	
		657		2120
NET PROFIT ON ORDINARY ACTIVITIES		281705		137361
TAXATION				
Corporation Tax	110384		51551	
Prior Year Adjustments	4495		(1817)	
		114879		49734
NET PROFIT FOR THE YEAR		166826		87627
RETAINED PROFITS BROUGHT FORWARD		544229		456605
BALANCE CARRIED TO BALANCE SHEET		£ 711055		£ 544232

Peers Hardy (U.K.) Limited

NOTES TO THE ACCOUNTS
For The Year Ended 31st March 1987

1. ACCOUNTING POLICIES

a. The Accounts have been prepared under the Historical Cost Convention.

b. Turnover represents the net amount of invoices to customers less credit notes for goods returned, excluding VAT.

c. Depreciation is calculated to write off the cost of an asset over its anticipated useful life. No depreciation is provided on assets acquired but not yet in use, neither is depreciation provided in the year of disposal.

The rates and bases generally used are as follows:-

Freehold Property	Nil.
Motor Vehicles	25% p.a. straight line basis.
Tooling	On a straight line basis varied according to the anticipated market life of the models produced.
Equipment and Fixtures	10% p.a. straight line basis.

d. Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

2. TURNOVER

The turnover and results before taxation are attributable in the main, to the Company's principal activities, namely, Manufacturers Importers & Distributors of Clocks and Watches.

Peers Hardy (U.K.) Limited

NOTES TO THE ACCOUNTS CONT'D
For The Year Ended 31st March 1987

3. FIXED ASSETS

TANGIBLE ASSETS

	Cost at Start	Additions at Cost	Disposals at Cost	Depr'n to Date	Net Book Value
	£	£	£	£	£
Freehold Property	63423	-	-	-	63423
Motor Vehicles	105523	15297	(24358)	(31152)	65310
Tooling	44061	69159	-	(45496)	67724
Equipment and Fixtures	75532	2525	-	(25098)	52959
Total per Balance Sheet	288539	86981	(24358)	(101746)	249416

FUTURE CAPITAL EXPENDITURE

	1987	1986
	£	£
Contracted for but not provided in the Accounts.	54000	1975

4. DEFERRED TAXATION

The Directors do not consider it necessary to make provision for Deferred Taxation.

Peers Hardy (U.K.) Limited

NOTES TO THE ACCOUNTS CONT'D
For The Year Ended 31st March 1987

5. SHARE CAPITAL

	1987 £	1986 £
Ordinary Shares of 10p each.		
Authorised		
'A' Shares 215000	21500	21500
'B Shares 35000 Non-Voting	3500	3500
	25000	25000
Issued and Fully Paid (As Above)	25000	25000

6. DEBTORS

	1987 £	1986 £
Amounts due within one year:-		
Trade Debtors	572866	344987
Other Debtors	15006	13490
Prepayments	26297	17626
	614169	376103

7. CREDITORS

	1987 £	1986 £
Amounts due within one year:-		
Trade Creditors	258817	207350
Corporation Tax	110384	61888
Accruals	35765	23463
Other Creditors inc Taxes	49705	56234
Bank Overdraft (Secured)	449519	167414
	904190	516349
Amounts due after more than one year:-		
Bank Loan Account	9000	13000
Hire Purchase Creditors	80414	75857
Director's Loan Account	-	449
	89414	89306
	993604	605655