

REGISTRAR'S COPY
PLEASE SIGN AND RETURN

Company Number 3106295

Nicholas Haslam Limited
Unaudited Financial Statements
For the year ended 31st January 2006



Nicholas Haslam Limited
Financial Statements
For the year ended 31st January 2006

Contents	Pages
Company information	1
The directors' report	2
Profit and loss account	3
Balance sheet	4
Notes to the financial statements	5 to 9
The following pages do not form part of the financial statements	
Chartered accountants' report to the board of directors	11
Detailed profit and loss account	12
Notes to the detailed profit and loss account	13 to 14

Nicholas Haslam Limited

Company Information

The board of directors	P. Moschino N. Haslam P. Vergeylen
Company secretary	P. Moschino
Registered office	5, Wigmore Street, London, W1U 1HY.
Registered number	3106295
Accountants	Benjamin, Taylor & Co., Chartered Accountants 5, Wigmore Street, London W1U 1HY.
Bankers	National Westminster Bank plc, 1st Floor, Portland House, Stag Place, London, SW1E 5NW.

Nicholas Haslam Limited

The Directors' Report

For the year ended 31st January 2006

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 31st January 2006.

Principal activities

The principal activity of the company continued to be that of retailers and wholesalers of interior designing goods and services.

The directors and their interests in the shares of the company

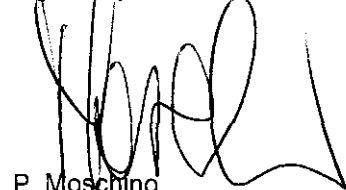
The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 31 January 2006	At 1 February 2005
P. Moschino	100	100
N. Haslam	-	-
P. Vergeylen	-	-

Small company provisions

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Signed by order of the directors



P. Moschino
Company Secretary

Approved by the directors on 24th October 2006

Nicholas Haslam Limited
Profit and Loss Account
For the year ended 31st January 2006

	Note	2006 £	2005 £
Turnover		1,446,871	1,519,521
Cost of sales		(834,547)	(1,039,357)
Gross Profit		612,324	480,164
Administrative expenses		(557,040)	(467,557)
Operating Profit	3	55,284	12,607
Interest receivable	5	5,821	7,801
Interest payable and similar charges		(149)	-
Profit on Ordinary Activities Before Taxation		60,956	20,408
Tax on profit on ordinary activities	6	(14,100)	(5,839)
Profit for the Financial Year		46,856	14,569
Balance brought forward		375,029	360,460
Balance carried forward		421,885	375,029

The notes on pages 5 to 9 form part of these financial statements.

Nicholas Haslam Limited

Balance Sheet

As at 31st January 2006

	Note	2006 £	£	2005 £	£
Fixed Assets					
Tangible assets	7		54,000		44,665
Current Assets					
Stocks		294,326		257,822	
Debtors	8	64,515		70,191	
Cash at bank		182,685		178,072	
		541,526		506,085	
Creditors: Amounts Falling due Within One Year	9	173,541		175,621	
Net Current Assets			367,985		330,464
Total Assets Less Current Liabilities			421,985		375,129
Capital and Reserves					
Called-up equity share capital	12		100		100
Profit and loss account			421,885		375,029
Shareholders' Funds			421,985		375,129

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

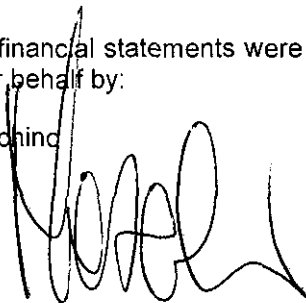
The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

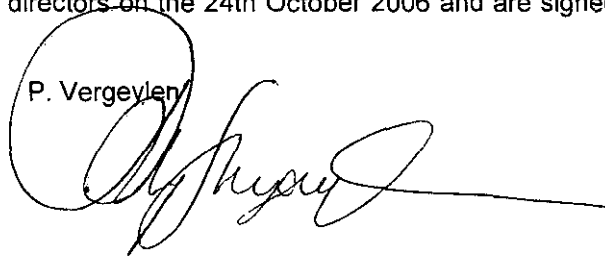
These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

These financial statements were approved by the directors on the 24th October 2006 and are signed on their behalf by:

P. Moschini



P. Vergeylen



The notes on pages 5 to 9 form part of these financial statements.

Nicholas Haslam Limited
Notes to the Financial Statements
For the year ended 31st January 2006

1. Accounting Policies

Basis of Accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed Assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures and Fittings	- 20% straight line
Motor Vehicles	- 20% straight line
Computer Equipment	- 33.33% straight line

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Operating Lease Agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension Costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

Nicholas Haslam Limited
Notes to the Financial Statements
For the year ended 31st January 2006

1. Accounting Policies *(continued)*

Deferred Taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Financial Instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2. Turnover

In the year to 31st January 2006, 18% of the company's turnover was derived from markets outside the United Kingdom (2005 - 15%).

3. Operating Profit

Operating profit is stated after charging:

	2006	2005
	£	£
Staff pension contributions	4,800	4,800
Depreciation of owned fixed assets	<u>21,333</u>	<u>17,405</u>

Nicholas Haslam Limited
Notes to the Financial Statements
For the year ended 31st January 2006

4. Directors' Emoluments

The directors' aggregate emoluments in respect of qualifying services were:

	2006	2005
	£	£
Aggregate emoluments	50,000	30,000
Value of company pension contributions to money purchase schemes	1,800	7,200
	<u>£51,800</u>	<u>£37,200</u>

The number of directors who accrued benefits under company pension schemes was as follows:

	2006	2005
	No	No
Money purchase schemes	<u>1</u>	<u>1</u>

5. Interest Receivable

	2006	2005
	£	£
Bank interest receivable	5,725	7,662
Other interest receivable	96	139
	<u>£5,821</u>	<u>£7,801</u>

6. Taxation on Ordinary Activities

	2006	2005
	£	£
Current tax:		
UK Corporation tax based on the results for the year at 19% (2005 - 19%)	14,100	5,839
Total current tax	<u>£14,100</u>	<u>£5,839</u>

Nicholas Haslam Limited
Notes to the Financial Statements
For the year ended 31st January 2006

7. Tangible Fixed Assets

	Computer Equipment £	Motor Vehicles £	Fixtures and Fittings £	Total £
Cost				
At 1st February 2005	15,407	70,500	30,157	116,064
Additions	2,591	16,800	11,277	30,668
At 31st January 2006	<u>17,998</u>	<u>87,300</u>	<u>41,434</u>	<u>146,732</u>
Depreciation				
At 1st February 2005	14,122	29,030	28,247	71,399
Charge for the year	1,856	15,810	3,667	21,333
At 31st January 2006	<u>15,978</u>	<u>44,840</u>	<u>31,914</u>	<u>92,732</u>
Net Book Value				
At 31st January 2006	<u>2,020</u>	<u>42,460</u>	<u>9,520</u>	<u>54,000</u>
At 31st January 2005	<u>1,285</u>	<u>41,470</u>	<u>1,910</u>	<u>44,665</u>

8. Debtors

	2006 £	2005 £
Trade debtors	29,267	19,845
Other debtors	10,127	26,720
Prepayments and accrued income	25,121	23,626
	<u>£64,515</u>	<u>£70,191</u>

Other debtors include a rental deposit of £10,127 (2005: £9,991) which is repayable at the end of the lease.

9. Creditors: Amounts Falling due Within One Year

	2006 £	£	2005 £	£
Bank loans and overdrafts		—		22,997
Trade creditors		76,359		83,696
Other creditors including taxation and social security:				
Corporation tax	14,100		11,125	
PAYE and social security	7,177		4,969	
VAT	27,083		37,522	
Directors remuneration	20,000		—	
Other creditors	14,355		—	
Accruals and deferred income	14,467		15,312	
		<u>£97,182</u>		<u>£68,928</u>
		<u>£173,541</u>		<u>£175,621</u>

Nicholas Haslam Limited
Notes to the Financial Statements
For the year ended 31st January 2006

10. Commitments under Operating Leases

At 31st January 2006 the company had aggregate annual commitments under non-cancellable operating leases as set out below.

	2006 £	2005 £
Operating leases which expire:		
Within 1 year	72,500	32,000
After more than 5 years	72,500	72,500
	<u>£145,000</u>	<u>£104,500</u>

11. Related Party Transactions

During the year the company entered into transactions with N.P.H. Design Limited, a company in which Mr. Nicholas Haslam is also a director. Sales amounting to £5,873 (2005: £6,086) were made to N.P.H. Design Limited.

On 31st January 2006, a loan of £ nil (2005: £16,729) was owed by N.P.H Design Limited to Nicholas Haslam Limited. This loan is interest free and repayable on demand.

The company was under the control of Mr. P. Moschino throughout the current and previous year. Mr. P. Moschino is the managing director and majority shareholder.

12. Share Capital

Authorised share capital:

	2006 £	2005 £
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>

Allotted, called up and fully paid:

	2006		2005
	No	£	No
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>

13. Controlling Parties

The controlling party is Mr. P. Moschino, who owns the entire issued share capital of the company.