

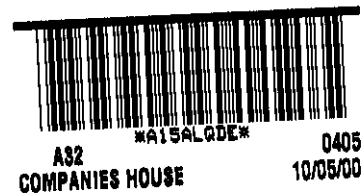
DYNASTY (UK) LIMITED

Company No: 03450921

FINANCIAL STATEMENTS

- for the year ended -

31 MARCH 2000



DYNASTY (UK) LIMITED

DIRECTOR

B Shah

SECRETARY

S Shah

BUSINESS ADDRESS

122 Fonthill Road
Finsbury Park
London
N4 3HP

REGISTERED OFFICE

122 Fonthill Road
Finsbury Park
London
N4 3HP

PRINCIPAL BANKERS

Bank of Cyprus (London) Ltd
23 Highgate Hill
London
N19 5LP

DYNASTY (UK) LIMITED

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THE YEAR ENDED 31 MARCH 2000

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DYNASTY (UK) LIMITED

REPORT OF THE DIRECTOR

The director presents his report and the financial statements for the year ended 31 March 2000.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of retail and wholesales of ready-made garments and fashion accessories.

DIRECTOR AND HIS INTERESTS

The director at the balance sheet date and his interests in the company at that date and at the beginning of the year (or on appointment if later), were as follows:

	<u>Class of share</u>	<u>Number of shares</u>	
		<u>2000</u>	<u>1999</u>
B Shah	Ordinary shares	2	2

CLOSE COMPANY

The company is a close company as defined by the Income and Corporation Taxes Act 1988.

SMALL COMPANY DISCLOSURE

In preparing this report, the director has taken advantage of the special provisions of section 246 Companies Act 1985 relating to small companies.

By Order of the Board

Date: 9/5/00


S Shah
Secretary

DYNASTY (UK) LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2000

	Notes	2000 £	1999 £
TURNOVER	2	335,461	305,185
Cost of sales		(177,158)	(146,260)
GROSS PROFIT		158,303	158,925
Administrative expenses		(133,565)	(126,220)
Other operating income		6,000	-
OPERATING PROFIT	3	30,738	32,705
Interest payable		(4,880)	(5,692)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		25,858	27,013
Tax on profit on ordinary activities	5	(5,250)	(5,425)
PROFIT FOR THE FINANCIAL YEAR		20,608	21,588
Dividends		(10,000)	-
RETAINED PROFIT FOR THE YEAR	12	10,608	21,588

None of the company's activities were acquired or discontinued during the above two financial years.

The company has no recognised gains or losses other than those dealt with in the profit and loss account.

The notes on pages 5 to 7 form part of these financial statements.

DYNASTY (UK) LIMITED

BALANCE SHEET AT 31 MARCH 2000

	Notes	£	2000 £	£	1999 £
FIXED ASSETS					
Tangible assets	6		4,529		5,890
CURRENT ASSETS					
Stocks	7	190,960		202,811	
Debtors	8	39,112		7,271	
Cash at bank and in hand		1,291		14,752	
			<u>231,363</u>	<u>224,834</u>	
CREDITORS: Amounts falling due within one year	9	(103,694)		(109,134)	
NET CURRENT ASSETS			<u>127,669</u>	<u>115,700</u>	
TOTAL ASSETS LESS CURRENT LIABILITIES			132,198	121,590	
CREDITORS: Amounts falling due after more than one year	10		(100,000)	(100,000)	
			<u>32,198</u>	<u>21,590</u>	
CAPITAL AND RESERVES					
Called up share capital	11		2	2	
Profit and loss account	12		32,196	21,588	
			<u>32,198</u>	<u>21,590</u>	

The statements required to be made by the company director and the signature required by the Companies Act 1985 are given on the following page.

The notes on pages 5 to 7 form part of these financial statements.

DYNASTY (UK) LIMITED

BALANCE SHEET AT 31 MARCH 2000 (Continued)

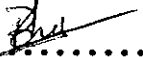
The director has taken advantage of the exemption conferred by section 249A(1) not to have these financial statements audited and confirms that no notice has been deposited under section 249B(2) of the Companies Act 1985.

The director acknowledges his responsibilities for ensuring that:-

- i) The company keeps accounting records which comply with section 221 of the Companies Act 1985;
- ii) The financial statements give a true and fair view of the state of affairs of the company as at 31 March 2000 and of its profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as is applicable to the company.

These financial statements are prepared in accordance with the special provisions of section 246 of the Companies Act 1985 relating to small companies, and Schedule 8 to that act.

The financial statements were approved
by the board on 2/5/00... and
signed on its behalf by

B Shah...  Director

The notes on pages 5 to 7 form part of these financial statements.

DYNASTY (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2000

1. ACCOUNTING POLICIES

1.1 BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention.

1.2 TURNOVER

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year.

1.3 DEPRECIATION

Depreciation is provided using the rates to reduce by annual instalments the cost, less estimated residual value, of the tangible assets over their estimated useful lives:-

Plant and machinery	25%	Reducing balance
Fixtures and fittings	25%	Reducing balance

1.4 STOCKS

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

Net realisable value is based on estimated selling price less further costs to completion and disposal.

1.5 DEFERRED TAXATION

Deferred taxation is provided where there is a reasonable probability of the amount becoming payable in the foreseeable future.

2. TURNOVER

	2000 %	1999 %
Geographical market		
United Kingdom	68.5	79.0
Rest of the world	31.5	21.0
	<u>100.0</u>	<u>100.0</u>

3. OPERATING PROFIT

	2000 £	1999 £
The operating profit is stated after charging:		
Depreciation	<u>1,509</u>	<u>1,961</u>

DYNASTY (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2000

4.	DIRECTOR	2000 £	1999 £
	Director's emoluments	<u>20,990</u>	<u>16,519</u>

5.	TAX ON PROFIT ON ORDINARY ACTIVITIES	2000 £	1999 £
	The taxation charge comprises:		
	U.K. corporation tax	<u>5,250</u>	<u>5,425</u>
		<u>5,250</u>	<u>5,425</u>

6.	TANGIBLE ASSETS		Plant and machinery etc. £
	<u>Cost</u>		
	At 1 April 1999 and At 31 March 2000		<u>7,999</u>
	<u>Depreciation</u>		
	At 1 April 1999		1,961
	Charge for year		<u>1,509</u>
	At 31 March 2000		<u>3,470</u>
	<u>Net book value at 31 March 2000</u>		<u>4,529</u>
	<u>Net book value at 31 March 1999</u>		<u>6,038</u>

7.	STOCKS	2000 £	1999 £
	Stocks	<u>190,960</u>	<u>202,811</u>
		<u>190,960</u>	<u>202,811</u>

DYNASTY (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2000

8. DEBTORS

	2000 £	1999 £
Trade debtors	22,112	6,986
Others	17,000	285
	<u>39,112</u>	<u>7,271</u>

9. CREDITORS: AMOUNTS FALLING DUE
WITHIN ONE YEAR

	2000 £	1999 £
Bank overdrafts	38,279	79,738
Trade creditors	11,381	6,434
Other creditors	54,034	22,962
	<u>103,694</u>	<u>109,134</u>

Included in other creditors are amounts due in respect of taxation and social security costs of £10,508.

10. CREDITORS: AMOUNTS FALLING DUE
AFTER MORE THAN ONE YEAR

	2000 £	1999 £
Other creditors	100,000	100,000
	<u>100,000</u>	<u>100,000</u>

11. SHARE CAPITAL

	2000 £	1999 £
<u>Authorised</u>		
Equity interests:		
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>
<u>Allotted, called up and fully paid</u>		
Equity interests:		
2 Ordinary shares of £1 each	<u>2</u>	<u>2</u>

DYNASTY (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2000

12. PROFIT AND LOSS ACCOUNT

	2000 £	1999 £
Retained profits at 1 April 1999	21,588	-
Retained profit for the year	10,608	21,588
Retained profits at 31 March 2000	32,196	21,588

13. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2000 £	1999 £
Profit for the financial year	20,608	21,588
Dividends	(10,000)	-
	10,608	21,588
New share capital subscribed	-	2
Net addition to shareholders' funds	10,608	21,590
Shareholders' funds at 1 April 1999	21,590	-
Shareholders' funds at 31 March 2000	32,198	21,590
Represented by:-		
Equity interests	32,198	21,590
	32,198	21,590