

Company Registration No. 03450921 (England and Wales)

DYNASTY (UK) LIMITED
DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2001



DYNASTY (UK) LIMITED

COMPANY INFORMATION

Director	B Shah
Secretary	S Shah
Company number	03450921
Registered office	122 Fonthill Road Finsbury Park London N4 3HP
Accountants	Shah P J & Company Limited 301 Kenton Lane Harrow Middlesex HA3 8RR
Business address	122 Fonthill Road Finsbury Park London N4 3HP
Bankers	Bank of Cyprus (London) Ltd 23 Highgate Hill London N19 5LP

DYNASTY (UK) LIMITED

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DYNASTY (UK) LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 MARCH 2001

The director presents his report and financial statements for the year ended 31 March 2001.

Principal activities

The principal activity of the company continued to be that of retail and wholesale of ready-made garments and fashion accessories.

Director

The following director has held office since 1 April 2000:

B Shah

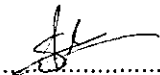
Director's interests

The director's interest in the shares of the company was as stated below:

	Ordinary shares of £ 1 each	
	31 March 2001	1 April 2000
B Shah	2	2

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

By order of the board


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S Shah

Secretary

1/11/01
.....

DYNASTY (UK) LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2001

	Notes	2001 £	2000 £
Turnover	2	348,864	335,461
Cost of sales		(224,928)	(177,158)
Gross profit		123,936	158,303
Administrative expenses		(132,811)	(133,565)
Other operating income		-	6,000
Operating (loss)/profit	3	(8,875)	30,738
Interest payable and similar charges		(4,041)	(4,880)
(Loss)/profit on ordinary activities before taxation		(12,916)	25,858
Tax on (loss)/profit on ordinary activities	4	-	(5,250)
(Loss)/profit on ordinary activities after taxation		(12,916)	20,608
Dividends		-	(10,000)
Retained (loss)/profit for the year	10	(12,916)	10,608

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

DYNASTY (UK) LIMITED

BALANCE SHEET AS AT 31 MARCH 2001

	Notes	2001 £	£	2000 £	£
Fixed assets					
Tangible assets	5		4,004		4,529
Current assets					
Stocks		196,360		190,960	
Debtors	6	9,972		39,112	
Cash at bank and in hand		2,083		1,291	
		<u>208,415</u>		<u>231,363</u>	
Creditors: amounts falling due within one year	7	<u>(93,137)</u>		<u>(103,694)</u>	
Net current assets			115,278		127,669
Total assets less current liabilities			119,282		132,198
Creditors: amounts falling due after more than one year	8		<u>(100,000)</u>		<u>(100,000)</u>
			<u>19,282</u>		<u>32,198</u>
Capital and reserves					
Called up share capital	9		2		2
Profit and loss account	10		19,280		32,196
Shareholders' funds - equity interests	11		<u>19,282</u>		<u>32,198</u>

DYNASTY (UK) LIMITED

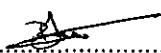
BALANCE SHEET (CONTINUED) AS AT 31 MARCH 2001

In preparing these financial statements:

- (a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The director acknowledges his responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts 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 this Act relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on1/3/01.....



B Shah
Director

DYNASTY (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2001

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	25% Reducing balance
Fixtures, fittings & equipment	25% Reducing balance

1.4 Stock

Stock is valued at the lower of cost and net realisable value.

1.5 Deferred taxation

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 director, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

2 Turnover

In the year to 31 March 2001 21.62% (2000 - 31.50%) of the company's turnover was to markets outside the United Kingdom.

3 Operating (loss)/profit

	2001	2000
	£	£
Operating (loss)/profit is stated after charging:		
Depreciation of tangible assets	1,335	1,509
Director's emoluments	20,672	20,990
	<u> </u>	<u> </u>

4 Taxation

	2001	2000
	£	£
Domestic current year taxation		
U.K. corporation tax	-	5,250
	<u> </u>	<u> </u>

DYNASTY (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2001

5 Tangible fixed assets

	Plant and machinery etc £
Cost	
At 1 April 2000	7,999
Additions	810
At 31 March 2001	8,809
Depreciation	
At 1 April 2000	3,470
Charge for the year	1,335
At 31 March 2001	4,805
Net book value	
At 31 March 2001	4,004
At 31 March 2000	4,529

6 Debtors	2001 £	2000 £
Trade debtors	9,972	22,112
Other debtors	-	17,000
	9,972	39,112

7 Creditors: amounts falling due within one year	2001 £	2000 £
Bank loans and overdrafts	44,415	38,279
Trade creditors	28,510	11,381
Taxation and social security	5,947	10,508
Other creditors	14,265	43,526
	93,137	103,694

DYNASTY (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2001

8	Creditors: amounts falling due after more than one year	2001 £	2000 £
	Other creditors	100,000	100,000
	Analysis of loans		
	Wholly repayable within five years	100,000	100,000
	Loan maturity analysis		
	In more than two years but not more than five years	100,000	100,000
9	Share capital	2001 £	2000 £
	Authorised		
	100,000 Ordinary shares of £ 1 each	100,000	100,000
	Allotted, called up and fully paid		
	2 Ordinary shares of £ 1 each	2	2
10	Statement of movements on profit and loss account		Profit and loss account £
	Balance at 1 April 2000		32,196
	Retained loss for the year		(12,916)
	Balance at 31 March 2001		19,280
11	Reconciliation of movements in shareholders' funds	2001 £	2000 £
	(Loss)/profit for the financial year	(12,916)	20,608
	Dividends	-	(10,000)
	Net (depletion in)/addition to shareholders' funds	(12,916)	10,608
	Opening shareholders' funds	32,198	21,590
	Closing shareholders' funds	19,282	32,198