

DIRECTORS REPORT

YEAR ENDED 30TH JUNE, 2003

The Director submits the Report and Financial Statements for the year ended 30th June, 2003.

ACTIVITIES AND STATUS

The principal activities of the Company are Beauty Consultancy.

The Company is registered in the United Kingdom and is a closed Company within the meaning of the Income and Corporation Taxes Act 1988.

RESULTS AND DIVIDENDS

The Net Profit for the year after Taxation was £13,456. A Dividend of £2,700 per share was declared.

DIRECTORS

The Directors who have served during the year and their interests in the shares of the Company are as follows:-

No. of Shares

Mrs. W.E. Knight  
N. Smith

1  
-

Signed by Order of the Directors

W.E. Knight  
Director

Approved by the Board on 6th October, 2003



A32  
COMPANIES HOUSE

\*A51HUP38\*

0193  
11/10/03

**NAILS AND VEILS LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**30TH JUNE, 2003**

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|                                                  | Notes | 2003<br>£     | 2002<br>£     |
|--------------------------------------------------|-------|---------------|---------------|
| TURNOVER                                         |       | 49,771        | 45,293        |
| Direct Costs                                     |       | <u>11,756</u> | <u>8,562</u>  |
| GROSS PROFIT                                     |       | 38,015        | 36,731        |
| Administration Expenses                          |       | <u>23,164</u> | <u>21,905</u> |
| OPERATING PROFIT                                 | 2     | 14,851        | 14,826        |
| Interest Payable                                 | 3     | <u>447</u>    | <u>28</u>     |
| PROFIT ON ORDINARY<br>ACTIVITIES BEFORE TAXATION |       | 14,404        | 14,798        |
| Tax on Profit on<br>Ordinary Activities          |       | <u>948</u>    | <u>1,785</u>  |
| PROFIT ON ORDINARY<br>ACTIVITIES AFTER TAXATION  |       | 13,456        | 13,013        |
| Dividends                                        | 4     | <u>2,700</u>  | <u>1,500</u>  |
| PROFIT FOR THE<br>FINANCIAL YEAR                 |       | 10,756        | 11,513        |
| Balance brought forward                          |       | <u>11,513</u> | <u>-</u>      |
| Balance carried forward                          |       | <u>22,269</u> | <u>11,513</u> |

The Company has no recognised gains or losses other than the result for the year as set out above.

All of the activities of the Company are classed as continuing.

**NAILS AND VEILS LIMITED**

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**BALANCE SHEET**

**AS AT 30TH JUNE, 2003**

|                                       | Notes | 2003<br>£     | 2002<br>£     |
|---------------------------------------|-------|---------------|---------------|
| <b>FIXED ASSETS</b>                   |       |               |               |
| Tangible Assets                       | 5     | 4,857         | 3,304         |
| Goodwill                              |       | <u>30,000</u> | <u>30,000</u> |
|                                       |       | 34,857        | 33,304        |
| <b>CURRENT ASSETS</b>                 |       |               |               |
| Debtors                               | 6     | 241           | -             |
| Stocks                                |       | 2,000         | 1,380         |
| Cash in Hand and at Bank              |       | <u>764</u>    | <u>130</u>    |
|                                       |       | 3,005         | 1,510         |
| <b>CREDITORS: Amounts falling due</b> |       |               |               |
| Within One Year                       | 7     | <u>12,842</u> | <u>23,300</u> |
| Net Current Liabilities               |       | <u>9,837</u>  | <u>21,790</u> |
| Total Assets Less Current Liabilities |       | 25,020        | 11,514        |
| <b>CREDITORS: Amounts falling due</b> |       |               |               |
| After One Year                        | 8     | <u>2,750</u>  | -             |
| NET ASSETS                            |       | <u>22,270</u> | <u>11,514</u> |
| <b>CAPITAL AND RESERVES</b>           |       |               |               |
| Called up Equity Share Capital        | 9     | 1             | 1             |
| Profit and Loss Account               | 10    | <u>22,269</u> | <u>11,513</u> |
|                                       |       | <u>22,270</u> | <u>11,514</u> |

The Directors are satisfied that the Company is entitled to exemption from the provision of the Companies Act 1985 (the Act) relating to the audit of the Accounts 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 Director acknowledges their responsibility for:

- (i) ensuring that the Company keeps proper accounting records which comply with Section 221 of the Act, 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 in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to Accounts, so far as applicable to the Company.

These Accounts have been prepared in accordance with the Financial Reporting Standards for Small Entities and signed by the Director on 6th October 2003.

W.E. Knight  
Director

The notes on pages 4 to 6 form part of the Accounts

**NOTES TO THE ACCOUNTS**

**YEAR ENDED 30TH JUNE, 2003**

**1. ACCOUNTING POLICIES**

*Basis of Accounting*

The Accounts have been prepared under the historical cost convention, and in accordance with the Financial Standard for Small Entities (effective March 2000).

*Turnover*

The Turnover shown in the Profit and Loss represents amounts invoiced during the year exclusive of Value Added Tax.

*Depreciation*

Depreciation is calculated so as to write off the cost of the Assets over their estimated useful lives. These are considered to be:-

*Fixtures and Fittings - 4 years*

*Cash Flow Statement*

Exemption has been taken from preparing a cashflow statement on the grounds that the Company qualifies as a small Company.

|                                                                | 2003<br>£    | 2002<br>£    |
|----------------------------------------------------------------|--------------|--------------|
| <b>2. OPERATING PROFIT</b>                                     |              |              |
| Operating Profit stated after charging:                        |              |              |
| Depreciation                                                   | <u>1,619</u> | <u>1,101</u> |
| <b>3. INTEREST PAYABLE</b>                                     | 2003<br>£    | 2002<br>£    |
| Bank Overdraft                                                 | -            | 28           |
| Loan Accounts                                                  | <u>447</u>   | <u>-</u>     |
|                                                                | <u>447</u>   | <u>28</u>    |
| <b>4. DIVIDENDS</b>                                            | 2003<br>£    | 2002<br>£    |
| The following dividends have been paid in respect of the year: |              |              |
| Dividends paid on Ordinary equity                              | <u>2,700</u> | <u>1,500</u> |

NOTES TO THE ACCOUNTS

30TH JUNE, 2003

5. TANGIBLE FIXED ASSETS

Fixtures, Fittings  
and Equipment

£

Cost:

At 1st July, 2002

4,405

Additions

3,172

At 30th June, 2003

7,577

Depreciation:

As at 1st July, 2002

1,101

Charge for the Year

1,619

At 30th June, 2003

2,720

Net Book Value:

At 30th June, 2003

£4,857

At 1st July, 2002

£3,304

6. DEBTORS

2003

2002

£

£

Prepayments

241

-

241

-

7. CREDITORS: Amounts falling  
Due Within One Year

2003

2002

£

£

Loan Accounts

6,145

-

Bank Overdraft

-

2,067

Corporation Tax

948

1,785

Accruals

3,392

1,850

Directors Current Account

177

17,513

Other Tax and Social Security

48

85

Trade Creditors

2,132

-

12,842

23,300

8. CREDITORS: Amounts falling  
Due after One Year

2003

2002

£

£

Loan Accounts (repayable under  
5 years)

2,750

-

9. SHARE CAPITAL

2003

2002

£

£

Authorised Share Capital

1,000 Ordinary Shares of £1 each

1,000

1,000

Allotted, called up and fully paid

Ordinary Share Capital

1

1

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**NOTES TO THE ACCOUNTS**

**30TH JUNE, 2003**

|     |                                                      |               |               |
|-----|------------------------------------------------------|---------------|---------------|
| 10. | RECONCILIATION OF MOVEMENTS IN<br>SHAREHOLDERS FUNDS | 2003<br>£     | 2002<br>£     |
|     | Opening Shareholder Funds                            | 11,514        | -             |
|     | Profit for the financial year                        | 13,456        | 13,013        |
|     | Share Capital Issued                                 | -             | 1             |
|     |                                                      | <u>24,970</u> | <u>13,014</u> |
|     | Less Dividends Paid                                  | <u>2,700</u>  | <u>1,500</u>  |
|     | Closing Shareholder Funds                            | <u>22,270</u> | <u>11,514</u> |