

Registrar of Co's

Aspen Waite

SALANT LIMITED
DIRECTORS REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 JULY 2004
COMPANY NUMBER: 04515744



SALANT LIMITED
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* does not form part of the Statutory Accounts

Aspen Waite

SALANT LIMITED
COMPANY INFORMATION

Directors:

A T Finnis
S Finnis

Secretary:

S Finnis

Registered Office:

Rubis House
15 Friarn Street
Bridgwater
Somerset
TA6 3LH

Accountants:

Aspen Waite
Chartered Accountants
Rubis House
15 Friarn Street
Bridgwater
Somerset
TA6 3LH

Bankers:

National Westminster Bank plc
High Wycombe Branch
33 High Street
High Wycombe
Bucks
HP11 2AJ

SALANT LIMITED

DIRECTORS REPORT FOR THE YEAR ENDED 31 JULY 2004

The Directors present their first report and financial statements for the year ended 31 July 2004.

PRINCIPAL ACTIVITIES

The Company's principal activity continues to be that of a childrens day nursery.

REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS

In the opinion of the directors the Company had a good year of trading consolidating its position.

RESULTS

The profit for the year after taxation amounted to £20331 (2003 £10385).

The Directors proposed dividends of £15200 (2003 £8500).

DIRECTORS

The Directors who served during the year and their beneficial interest in the Company's issued ordinary share capital were:

	<u>NUMBER OF SHARES</u> <u>At 31.7.04</u>	<u>NUMBER OF SHARES</u> <u>At 31.7.03</u>
T Finnis	50	50
S Finnis	50	50

DIRECTORS RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- :- select suitable accounting policies and then apply them consistently;
- :- make judgements and estimates that are reasonable and prudent;
- :- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

SALANT LIMITED

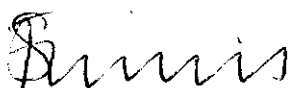
DIRECTORS REPORT FOR THE YEAR ENDED 31 JULY 2004 CONT

DIRECTORS RESPONSIBILITIES CONTD

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the Board on 2 November 2004 taking advantage of special exemptions available to small companies.

Signed on behalf of the board of directors



S Finnis
Secretary

SALANT LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 JULY 2004

	<u>Note</u>	<u>2004</u> £	<u>2003</u> £
Fees	2	195869	146436
Cost of Sales		<u>130406</u>	<u>99582</u>
GROSS PROFIT		65463	46854
Administration Expenses		<u>(43083)</u>	<u>(36469)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	22380	10385
TAX ON PROFIT ON ORDINARY ACTIVITIES	5	<u>2049</u>	<u>-</u>
PROFIT AFTER TAXATION	9	20331	10385
DIVIDENDS		<u>15200</u>	<u>8500</u>
PROFIT AFTER DIVIDENDS		<u>5131</u>	<u>1885</u>

There were no recognised gains or losses other than those included in the profit and loss account.

The notes on pages 7-8 form part of these financial statements.

SALANT LIMITED
BALANCE SHEET
AS AT 31 JULY 2004

	<u>Note</u>	<u>2004</u> £	<u>2003</u> £
FIXED ASSETS		34763	21338
Goodwill		<u>13500</u>	<u>15000</u>
		48263	36338
CURRENT ASSETS			
Debtors	6	270	304
Cash at bank and in hand		<u>16100</u>	<u>250</u>
		16370	554
CREDITORS: Amounts falling due		<u>57517</u>	<u>34907</u>
Within One Year			
NET CURRENT ASSETS		<u>(41147)</u>	<u>(34353)</u>
TOTAL ASSETS LESS			
CURRENT LIABILITIES		<u>7116</u>	<u>1985</u>
CAPITAL AND RESERVES			
Called up share capital	8	100	100
Profit and loss account	9	<u>7016</u>	<u>1885</u>
SHAREHOLDERS FUNDS	9	<u>7116</u>	<u>1985</u>

The Directors statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 7 to 9 form part of these financial statements.

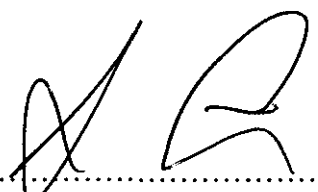
SALANT LIMITED
DIRECTORS STATEMENTS REQUIRED BY SECTION 249B(4) FOR THE YEAR
ENDED 31 JULY 2004

In approving these financial statements as director of the company I hereby confirm:

- (a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;
- (b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 July 2004 and
- (c) that we acknowledge our responsibilities for;
 - (1) ensuring that the company keeps accounting records which comply with Section 221, and
 - (2) 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 Year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 2 November 2004 and signed on its behalf by


.....
A Finnis, Director

SALANT LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2004

1 ACCOUNTING POLICIES

ACCOUNTING CONVENTION

The accounts have been prepared under the historical cost convention, and incorporate the results of the principal activity which is described in the directors report and which is continuing.

FUNDS FLOW STATEMENT

The company has taken advantage of the exemptions offered by FRS1 from preparing a funds flow statement on the grounds that the Company qualifies as a small Company.

TAXATION

The charge for taxation is based on the result for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. No provision for deferred taxation is made if there is reasonable evidence that such deferred taxation will not be payable in the foreseeable future.

GOODWILL

Purchased Goodwill is amortised over 10 years.

FIXED ASSETS

Depreciation is charged as follows:

Plant & Machinery	15% Reducing Balance
Fixtures & Fittings	15% Reducing Balance
Office Equipment	15% Reducing Balance

2 TURNOVER

Turnover which is derived from the Companys principal activity of a childrens day nursery is conducted solely in the United Kingdom and comprises the amount receivable by the Company for goods and services supplied to third parties, exclusive of Value Added Tax.

3. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

is stated after charging:

	<u>2004</u>	<u>2003</u>
	£	£
Interest payable on bank and other borrowings repayable within five years	<u>323</u>	<u>1293</u>

SALANT LIMITED**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2004 CONT****4. FIXED ASSETS**

	Office Equipment	Furniture & Fittings	Plant & Machinery	TOTAL
	£	£	£	£
Cost	3224	21880	-	25104
Additions	<u>4357</u>	<u>12140</u>	<u>183</u>	<u>16680</u>
	7581	34020	183	41784
Depreciation	484	3282	-	3766
Charge for the Year	<u>465</u>	<u>2790</u>	<u>-</u>	<u>3255</u>
	949	6072	-	7021
At 31.07.04	<u><u>6632</u></u>	<u><u>27948</u></u>	<u><u>183</u></u>	<u><u>34763</u></u>
At 31.07.03	<u><u>2740</u></u>	<u><u>18598</u></u>	<u><u>-</u></u>	<u><u>21338</u></u>

5. TAX ON PROFIT ON ORDINARY ACTIVITIES

	<u>2004</u>	<u>2003</u>
	£	£
Comprises:		
UK Corporation tax on the result for the year at marginal rates	<u><u>2049</u></u>	<u><u>-</u></u>

6. DEBTORS

Trade Debtors	-	95
Other tax and social security	<u><u>270</u></u>	<u><u>209</u></u>
	<u><u>270</u></u>	<u><u>304</u></u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Bank Overdraft	3192	7013
Accruals	1200	1000
Directors Loan	41768	16277
Bank Loan	9308	10667
Current corporation tax	<u><u>2049</u></u>	<u><u>-</u></u>
	<u><u>57517</u></u>	<u><u>34907</u></u>

8. CALLED UP SHARE CAPITAL

Authorised		
(1000) Ordinary shares of £1 each	<u><u>1000</u></u>	<u><u>1000</u></u>
Allotted and fully paid		
(100) Ordinary shares of £1 each	<u><u>100</u></u>	<u><u>100</u></u>

SALANT LIMITED**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2004 CONT****9. RECONCILIATION OF SHAREHOLDERS FUNDS AND MOVEMENTS OF RESERVES**

	Share Capital	Profit & Loss Account	Total
Brought Forward	100	1885	1985
Capital Introduced	-	-	-
Profit for the year	-	5131	5131
At 31 July 2004	<u>100</u>	<u>7016</u>	<u>7116</u>

Aspen Waite

SALANT LIMITED
DETAILED TRADING, PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 JULY 2004

This account does
not form part of the
Statutory Accounts

	<u>2004</u> <u>£</u>	<u>2003</u> <u>£</u>
FEES	195869	146436
LESS COST OF SALES		
Purchases	3800	7845
Labour	117773	84335
Catering	8620	6311
Clothing Costs	<u>213</u>	<u>1091</u>
	130406	99582
GROSS PROFIT	65463	46854
LESS OVERHEADS		
ADMINISTRATION EXPENSES		
Rent & Rates	20590	16623
Heat & Light	1572	1403
Telephone	1629	583
Printing, Stationery & Advertising	2657	1841
Motor expenses and travel	56	1559
Insurance	1401	680
Accountancy	1390	3644
Consultancy Fees	426	175
Bank charges	487	12
Entertainment	466	229
Equipment Hire	190	201
Premises Expenses	4259	3077
Training Costs	-	535
Subscriptions	114	59
Sundry Expenses	430	465
Loan Interest	970	1617
Interest on Directors Loan	1691	-
Amortisation of Goodwill	1500	-
Depreciation	<u>3255</u>	<u>3766</u>
	43083	36469
NET PROFIT FOR THE YEAR	<u>22380</u>	<u>10385</u>