

REGISTRATION NUMBER 4515744

SALANT LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2005



SALANT LIMITED

COMPANY INFORMATION

Directors	A T Finnis S Finnis
Secretary	S Finnis
Company Number	4515744
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

CONTENTS

	Page
Directors' Report	1
Profit And Loss Account	2
Balance Sheet	3 - 4
Notes To The Financial Statements	5 - 8

SALANT LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 JULY 2005

The directors present their report and the financial statements for the year ended 31 July 2005.

Principal Activity

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

Directors and their interests

The directors who served during the year and their interests in the company are as stated below:

	Class of share	31/07/05	01/08/04
A T Finnis	Ordinary shares	50	50
S Finnis	Ordinary shares	50	50

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

This report was approved by the Board on 23 March 2006 and signed on its behalf by



S Finnis
Secretary

SALANT LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 JULY 2005**

		2005	2004
	Notes	£	£
Turnover	2	243,518	195,869
Cost Of Sales		(253,145)	(130,406)
Gross (Loss)/Profit		(9,627)	65,463
Administrative Expenses		(97,076)	(40,422)
Other Operating Income		58,634	-
Operating (Loss)/Profit	3	(48,069)	25,041
Other Interest Receivable And Similar Income		142	-
Interest Payable And Similar Charges		(4,662)	(2,661)
(Loss)/Profit On Ordinary Activities Before Taxation		(52,589)	22,380
Tax On (Loss)/Profit On Ordinary Activities	4	2,049	(2,049)
(Loss)/Profit On Ordinary Activities After Taxation		(50,540)	20,331
Dividends		-	(15,200)
(Loss)/Retained Profit For The Year		(50,540)	5,131
Retained Profit Brought Forward		7,016	1,885
Accumulated (Loss)/Profit Carried Forward		(43,524)	7,016

The notes on pages 5 to 8 form an integral part of these financial statements.

SALANT LIMITED

**BALANCE SHEET
AS AT 31 JULY 2005**

		2005		2004	
	Notes	£	£	£	£
Fixed Assets					
Intangible Assets	5		12,000		13,500
Tangible Assets	6		81,990		34,763
			<u>93,990</u>		<u>48,263</u>
Current Assets					
Debtors	7	20,047		270	
Cash At Bank And In Hand		<u>100</u>		<u>16,100</u>	
		20,147		16,370	
Creditors: Amounts Falling Due Within One Year	8	<u>(85,561)</u>		<u>(57,517)</u>	
Net Current Liabilities			<u>(65,414)</u>		<u>(41,147)</u>
Total Assets Less Current Liabilities			28,576		7,116
Creditors: Amounts Falling Due After More Than One Year	9		<u>(72,000)</u>		<u>-</u>
Net (Liabilities)/Assets			<u>(43,424)</u>		<u>7,116</u>
Capital And Reserves					
Called Up Share Capital	10		100		100
Profit And Loss Account			<u>(43,524)</u>		<u>7,016</u>
Shareholders' Funds			<u>(43,424)</u>		<u>7,116</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 5 to 8 form an integral part of these financial statements.

SALANT LIMITED

BALANCE SHEET (CONTINUED)

**DIRECTORS' STATEMENTS REQUIRED BY SECTION 249B(4)
FOR THE YEAR ENDED 31 JULY 2005**

In approving these financial statements as directors of the company we 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 2005 and

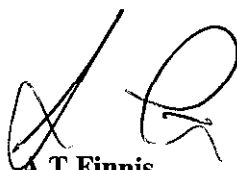
(c) that we acknowledge our responsibilities for:

(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 23 March 2006 and signed on its behalf by



A T Finnis
Director

The notes on pages 5 to 8 form an integral part of these financial statements.

SALANT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2005

1. Accounting Policies

1.1. Accounting Convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 10 years.

1.4. Tangible Fixed Assets And Depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Furniture And Fittings	-	15% Reducing Balance
Office Equipment	-	15% Reducing Balance

1.5. Deferred Taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating (Loss)/Profit

	2005 £	2004 £
Operating (loss)/profit is stated after charging:		
Depreciation and other amounts written off intangible assets	1,500	1,500
Depreciation and other amounts written off tangible assets	14,469	3,255
Government grants	58,634	-

SALANT LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2005**

..... continued

4. Tax On (Loss)/Profit On Ordinary Activities

Analysis of charge in period	2005 £	2004 £
Current tax		
UK corporation tax	-	2,049
Adjustments in respect of previous periods	(2,049)	-
	<u>(2,049)</u>	<u>2,049</u>

5. Intangible fixed assets

	Goodwill £	Total £
Cost		
At 1 August 2004	15,000	15,000
At 31 July 2005	<u>15,000</u>	<u>15,000</u>
Provision for diminution in value		
At 1 August 2004	1,500	1,500
Charge for year	1,500	1,500
At 31 July 2005	<u>3,000</u>	<u>3,000</u>
Net book values		
At 31 July 2005	<u>12,000</u>	<u>12,000</u>
At 31 July 2004	<u>13,500</u>	<u>13,500</u>

SALANT LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2005**

..... continued

6. Tangible Fixed Assets

	Furniture & Fittings £	Office Equipment £	Total £
Cost			
At 1 August 2004	34,203	7,581	41,784
Additions	60,376	1,320	61,696
At 31 July 2005	<u>94,579</u>	<u>8,901</u>	<u>103,480</u>
Depreciation			
At 1 August 2004	6,072	949	7,021
Charge For The Year	13,276	1,193	14,469
At 31 July 2005	<u>19,348</u>	<u>2,142</u>	<u>21,490</u>
Net Book Values			
At 31 July 2005	<u>75,231</u>	<u>6,759</u>	<u>81,990</u>
At 31 July 2004	<u>28,131</u>	<u>6,632</u>	<u>34,763</u>

7. Debtors

	2005 £	2004 £
Other Debtors	11,077	270
Prepayments And Accrued Income	8,970	-
	<u>20,047</u>	<u>270</u>

**8. Creditors: Amounts Falling Due
Within One Year**

	2005 £	2004 £
Bank Overdraft	9,643	3,192
Bank Loan	6,943	9,308
Corporation Tax	-	2,049
Other Taxes And Social Security Costs	4,740	-
Directors' Accounts	61,640	41,768
Other Creditors	1,395	-
Accruals And Deferred Income	1,200	1,200
	<u>85,561</u>	<u>57,517</u>

SALANT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2005

..... continued

9. Creditors: Amounts Falling Due After More Than One Year	2005 £	2004 £
Loan	<u>72,000</u>	<u>-</u>
10. Share Capital	2005 £	2004 £
Authorised		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>