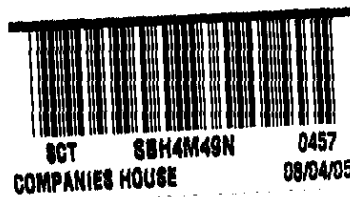


Co House

**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2004
FOR
THE LILAC ROOM LTD**

20557



THE LILAC ROOM LTD

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THE LILAC ROOM LTD
COMPANY INFORMATION
FOR THE YEAR ENDED 30 NOVEMBER 2004

DIRECTORS: Miss C D O'Donnell
Mrs J Kane

SECRETARY: Mrs J Kane

REGISTERED OFFICE: 23 Dunlop Street
Renfrew
Renfrewshire

REGISTERED NUMBER: SC080557 (Scotland)

ACCOUNTANTS: W D HALL & Co
Suite 1/2 Copland House
130 Edmiston Drive
Ibrox Stadium
Glasgow
G51 2YX

THE LILAC ROOM LTD

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 30 NOVEMBER 2004

The directors present their report with the financial statements of the company for the year ended 30 November 2004.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of hairdressing.

DIRECTORS

The directors set out in the table below have held office during the whole of the period from 1 December 2003 to the date of this report.

The beneficial interests of the directors holding office at 30 November 2004 in the shares of the company, according to the register of directors' interests, were as follows:

	30.11.04	1.12.03
Ordinary shares of £1 each		
Miss C D O'Donnell	20	20
Mrs J Kane	20	20

They did not hold any non-beneficial interests in the shares of the company.

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

ON BEHALF OF THE BOARD:


.....
Mrs J Kane - Director

Date: 25/03/05
.....

THE LILAC ROOM LTD

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 NOVEMBER 2004

	Notes	2004 £	2003 £
TURNOVER		52,014	50,990
Cost of sales		<u>7,600</u>	<u>5,792</u>
GROSS PROFIT		44,414	45,198
Administrative expenses		<u>42,160</u>	<u>41,314</u>
OPERATING PROFIT	2	2,254	3,884
Interest receivable and similar income		<u>65</u>	<u>33</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		2,319	3,917
Tax on profit on ordinary activities	3	<u>302</u>	<u>-</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		2,017	3,917
Dividends	4	<u>5,600</u>	<u>4,700</u>
DEFICIT FOR THE YEAR		<u>(3,583)</u>	<u>(783)</u>

The notes form part of these financial statements

THE LILAC ROOM LTD

BALANCE SHEET 30 NOVEMBER 2004

	Notes	2004 £	£	2003 £	£
FIXED ASSETS					
Tangible assets	5		183		244
CURRENT ASSETS					
Stocks		974		936	
Debtors	6	1,595		3,580	
Cash at bank and in hand		<u>6,014</u>		<u>7,938</u>	
		8,583		12,454	
CREDITORS					
Amounts falling due within one year	7	<u>7,377</u>		<u>7,726</u>	
NET CURRENT ASSETS			<u>1,206</u>		<u>4,728</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,389		4,972
ACCRUALS AND DEFERRED INCOME	8		<u>729</u>		<u>729</u>
			<u>660</u>		<u>4,243</u>
CAPITAL AND RESERVES					
Called up share capital	9		100		100
Profit and loss account	10		<u>560</u>		<u>4,143</u>
SHAREHOLDERS' FUNDS			<u>660</u>		<u>4,243</u>

The notes form part of these financial statements

THE LILAC ROOM LTD

BALANCE SHEET - continued 30 NOVEMBER 2004

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 30 November 2004.

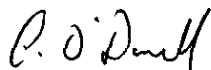
The members have not required the company to obtain an audit of its financial statements for the year ended 30 November 2004 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

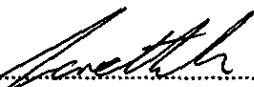
- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year 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 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 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:



.....
Miss C D O'Donnell - Director



.....
Mrs J Kane - Director

Approved by the Board on 25/03/05

THE LILAC ROOM LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2004

1. ACCOUNTING POLICIES

Accounting convention

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

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings - 25% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

2. OPERATING PROFIT

The operating profit is stated after charging:

	2004	2003
	£	£
Depreciation - owned assets	<u>61</u>	<u>81</u>
Directors' emoluments and other benefits etc	<u>15,080</u>	<u>16,060</u>

3. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	2004	2003
	£	£
Current tax:		
UK corporation tax	<u>302</u>	<u>-</u>
Tax on profit on ordinary activities	<u>302</u>	<u>-</u>

4. DIVIDENDS

	2004	2003
	£	£
Final	<u>5,600</u>	<u>4,700</u>

THE LILAC ROOM LTD

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 NOVEMBER 2004

5. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 December 2003 and 30 November 2004	<u>3,200</u>	<u>1,547</u>	<u>4,747</u>
DEPRECIATION			
At 1 December 2003	3,200	1,303	4,503
Charge for year	<u>-</u>	<u>61</u>	<u>61</u>
At 30 November 2004	<u>3,200</u>	<u>1,364</u>	<u>4,564</u>
NET BOOK VALUE			
At 30 November 2004	<u>-</u>	<u>183</u>	<u>183</u>
At 30 November 2003	<u>-</u>	<u>244</u>	<u>244</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2004 £	2003 £
Other debtors	<u>1,595</u>	<u>3,580</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2004 £	2003 £
Trade creditors	79	75
Taxation and social security	(552)	(199)
Other creditors	<u>7,850</u>	<u>7,850</u>
	<u>7,377</u>	<u>7,726</u>

8. ACCRUALS AND DEFERRED INCOME

	2004 £	2003 £
Accruals and deferred income	<u>729</u>	<u>729</u>

9. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2004 £	2003 £
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2004 £	2003 £
100	Ordinary	£1	<u>100</u>	<u>100</u>

THE LILAC ROOM LTD

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 NOVEMBER 2004

10. RESERVES

	Profit and loss account
	£
At 1 December 2003	4,143
Deficit for the year	<u>(3,583)</u>
At 30 November 2004	<u>560</u>