REGISTERED NUMBER: 116621 (Scotland)

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 1996

FOR

PREMIER FASHIONS LIMITED



PREMIER FASHIONS LIMITED

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for the Year Ended 31 July 1996

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PREMIER FASHIONS LIMITED

COMPANY INFORMATION
for the Year Ended 31 July 1996

DIRECTORS:	M Black Mrs A Black
SECRETARY:	Adele Black
REGISTERED OFFICE:	7 Royal Crescent Glasgow G3 7SL
REGISTERED NUMBER:	116621 (Scotland)
AUDITORS:	K M Stewart & Co Registered Auditors Chartered Accountants 7 Royal Crescent Glasgow G3 7SL

REPORT OF THE AUDITORS TO PREMIER FASHIONS LIMITED PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages four to six together with the full financial statements of Premier Fashions Limited prepared under Section 226 of the Companies Act 1985 for the year ended 31 July 1996.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page four and whether the abbreviated financial statements have been properly prepared in accordance with that Schedule.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated financial statements have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled under Sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31 July 1996, and the abbreviated financial statements on pages four to six have been properly prepared in accordance with that Schedule.

Other information

On 14 October 1996 we reported, as auditors of Premier Fashions Limited, to the shareholders on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 July 1996, and our audit report was as follows:

"We have audited the financial statements on pages four to eleven which have been prepared under the historical cost convention and the accounting policies set out on page six.

Respective responsibilities of directors and auditors

As described on page two the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board, except that the scope of our work was limited as explained below.

An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. We did not attend a physical count of the stock at 31st July 1996. However, we have been able to obtain sufficient documentation and information necessary to satisfy ourselves as to the existence of stock valued at £12,855 at 31st July 1996.

In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

REPORT OF THE AUDITORS TO PREMIER FASHIONS LIMITED PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

Opinion
In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 July 1996 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies."

K M Stewart & Co

K M Stewart & Co
Registered Auditors
Chartered Accountants
7 Royal Crescent
Glasgow
G3 7SL

Dated: 14 October 1996

ABBREVIATED BALANCE SHEET
- 31 July 1996

	Notes	1996 £	1996 £	1995 £	1995 £
FIXED ASSETS:					
Tangible assets	2		14,381		17,326
CURRENT ASSETS:					
Stocks		12,855		12,873	
Debtors		18,761		10,743	
Cash at bank and in hand		81,726		87,454	
		113,342		111,070	
CREDITORS: Amounts falling due within one year		53,368		54,134	
NET CURRENT ASSETS:			59,974		56,936
TOTAL ASSETS LESS CURRENT LIABILITIES:			74,355		74,262
CREDITORS: Amounts falling due after more than one year			1,419		4,259
			£72,936		£70,003
CAPITAL AND RESERVES:					
Called up share capital	3		100		100
Profit and loss account			72,836		69,903
Shareholders' funds			£72,936		£70,003

Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the grounds that, in the opinion of the directors, the company is entitled to the benefit of those exemptions as a small company.

In preparing the full financial statements, the directors have taken advantage of special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985. The directors have done so on the grounds that, in their opinion, the company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

ON BEHALF OF THE BOARD:

M Black - DIRECTOR

Approved by the Board on 14 October 1996



The notes form part of these financial statements

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
for the Year Ended 31 July 1996

1. ACCOUNTING POLICIES

Accounting convention
The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard Number 1
Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

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 or, if held under a finance lease, over the lease term, whichever is the shorter.

Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

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

Hire purchase and leasing commitments
Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Pensions
The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
for the Year Ended 31 July 1996

2. **TANGIBLE FIXED ASSETS**

	Total
	£
COST:	
At 1 August 1995	28,440
Additions	1,036
At 31 July 1996	29,476
DEPRECIATION:	
At 1 August 1995	11,113
Charge for year	3,982
At 31 July 1996	15,095
NET BOOK VALUE:	
At 31 July 1996	14,381
At 31 July 1995	17,326

3. **CALLED UP SHARE CAPITAL**

Authorised: Number:	Class:	Nominal value:	1996 £	1995 £
1,000	Ordinary	£100	1,000	1,000

Allotted, issued and fully paid: Number:	Class:	Nominal value:	1996 £	1995 £
100	Ordinary	£100	100	100