Register

2267615

LANSCOT TEXTILE MFG LIMITED

ACCOUNTS FOR THE YEAR ENDED 30 NOVEMBER 2001



Shacter Cohen & Bor
Accountants And
Registered Auditor

31 Sackville Street
Manchester
M1 3LZ

Lanscot Textile Mfg Limited

Company Information

Directors	J C Shasha R S Shasha R Maclean
Secretary	J C Shasha
Company Number	2267615
Registered Office	Linden Court House 34 Charlotte Street Manchester M1 4FD
Auditors	Shacter Cohen & Bor 31 Sackville Street Manchester M1 3LZ
Business Address	Unit 2 Woodend Business Centre Cowdenbeath Fife KY4 8HG

Lanscot Textile Mfg Limited

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Lanscot Textile Mfg Limited

Directors' Report
for the year ended 30 November 2001

The directors present their report and the financial statements for the year ended 30 November 2001.

Principal Activity and Review of the Business

The principal activity of the company during the year was that of manufacturers and distributors of textile goods and as a contract hemmer. The company also collected rents and acted as commission agents.

Directors and their Interests

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

	Ordinary shares	
	2001	**2000**
J C Shasha	1,000	1,000
R S Shasha	1,000	1,000
R Maclean	2,000	2,000

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 the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to 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.

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Shacter Cohen & Bor be reappointed as auditors of the company will be put to the Annual General Meeting.

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 30 April 2002 and signed on its behalf by

J C Shasha
Secretary

Lanscot Textile Mfg Limited

Auditors' Report to the Shareholders of Lanscot Textile Mfg Limited

We have audited the financial statements on pages 3 to 8 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, under the historical cost convention and the accounting policies set out on page 5.

Respective responsibilities of directors and auditors
As described on page 1 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. 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 judgements made by the directors in the preparation of the financial statements, and 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.

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

Opinion
In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 November 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Shacter Cohen & Bor

Accountants and and
Registered Auditor
31 Sackville Street
Manchester
M1 3LZ

30 April 2002

Lanscot Textile Mfg Limited

Profit and Loss Account
for the year ended 30 November 2001

	Notes	2001 £	2000 £
Turnover	2	1,767,689	1,623,112
Cost of sales		(1,272,833)	(1,120,620)
Gross profit		494,856	502,492
Distribution costs		(45,221)	(37,030)
Administrative expenses		(312,303)	(310,239)
Other operating income		24,817	29,989
Operating profit	3	162,149	185,212
Interest receivable and similar income		-	38
Interest payable and similar charges	4	(69,868)	(82,290)
Profit on ordinary activities before taxation		92,281	102,960
Tax on profit on ordinary activities	6	(26,245)	(27,246)
Profit on ordinary activities after taxation		66,036	75,714
Dividends		(30,000)	(30,000)
Retained profit for the year		36,036	45,714
Retained profit brought forward		311,045	265,331
Retained profit carried forward		347,081	311,045

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

Lanscot Textile Mfg Limited

Balance Sheet
as at 30 November 2001

	Notes	2001 £	2001 £	2000 £	2000 £
Fixed Assets					
Tangible assets	7		298,654		289,302
Current Assets					
Stocks		912,820		940,554	
Debtors	8	290,085		269,552	
Cash at bank and in hand		14,753		5,617	
		1,217,658		1,215,723	
Creditors: amounts falling due within one year	9	(1,165,231)		(1,189,980)	
Net Current Assets			52,427		25,743
Total Assets Less Current Liabilities			351,081		315,045
Capital and Reserves					
Called up share capital	10		4,000		4,000
Profit and loss account			347,081		311,045
Shareholders' Funds			351,081		315,045

The 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 March 2000).

The financial statements were approved by the Board on 30 April 2002 and signed on its behalf by

J C Shasha
Director

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

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 March 2000).

1.2. Turnover

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

1.3. 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:

Leasehold properties	-	Straight Line over the life of the lease
Plant and machinery	-	2% straight line bases
Fixtures, fittings and equipment	-	2% per month straight line
Motor vehicles	-	2% per month straight line

1.4. Stock

Stock is valued at the lower of cost and net realisable value.

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 profit

	2001	2000
	£	£
Operating profit is stated after charging:		
Depreciation and other amounts written off tangible assets	9,816	10,895
Auditors' remuneration	2,175	2,224
and after crediting:		
Profit on disposal of tangible fixed assets	3,200	-
Government grants	1,500	-

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4. Interest payable and similar charges

	2001 £	2000 £
On loans and overdrafts	69,868	82,290

5. Directors' emoluments

	2001 £	2000 £
Remuneration and other benefits	30,660	29,808

6. Taxation

	2001 £	2000 £
UK current year taxation		
UK Corporation Tax	26,245	28,626
Prior years		
UK Corporation Tax	-	(1,380)
	26,245	27,246

The company has capital losses available to carry forward against future capital profits amounting to £16,000.

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7. Tangible fixed assets

	Land and buildings freehold	Land and buildings Plant & M/c	Plant and machinery	Fixtures, fittings equipment	Motor vehicles	Total
	£	£	£	£	£	£
Cost						
At 1 December 2000	256,390	16,249	53,336	17,532	29,092	372,599
Additions	-	-	2,240	300	16,628	19,168
Disposals	-	-	-	-	(13,525)	(13,525)
At 30 November 2001	256,390	16,249	55,576	17,832	32,195	378,242
Depreciation						
At 1 December 2000	-	-	45,369	15,685	22,242	83,296
On disposals	-	-	-	-	(13,525)	(13,525)
Charge for the year	-	-	4,542	541	4,734	9,817
At 30 November 2001	-	-	49,911	16,226	13,451	79,588
Net book values						
At 30 November 2001	256,390	16,249	5,665	1,606	18,744	298,654
At 30 November 2000	256,390	16,249	7,967	1,847	6,850	289,303

Included in the purchase consideration of the land and buildings are plant and machinery with an apportioned value of £16249. In view of the nature of the building plant and machinery, the directors do not consider depreciation is necessary due to the considered residual value. Had depreciation been charged, this would have resulted in a charge for the year of £325 (2001 - £325).

8. Debtors

	2001 £	2000 £
Trade debtors	282,193	252,040
Other debtors	-	1,667
Prepayments and accrued income	7,892	15,845
	290,085	269,552

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9. Creditors: amounts falling due within one year	2001 £	2000 £
Bank overdraft	123,489	8,855
Bank loan	800,000	1,000,000
Trade creditors	147,778	54,193
Corporation tax	26,234	28,626
Other taxes and social security costs	17,165	52,844
Other creditors	90	-
Accruals and deferred income	20,475	15,462
Proposed dividend	30,000	30,000
	1,165,231	1,189,980

The bank loans and overdraft are repayable on demand.

10. Share capital	2001 £	2000 £
Authorised		
4,000 Ordinary shares of £1 each	4,000	4,000
Allotted, called up and fully paid		
4,000 Ordinary shares of £1 each	4,000	4,000

11. Related party transactions

During the year the company sold and purchased goods to the net value of £939,054 (2000 - £924,726) from Thomas Frederick & Co. Limited, Zedkay Textiles Limited and Manchester Associated Mills Limited, companies in which two of the directors are materially interested as shareholders. The sales and purchases were made on normal arms length trading bases.