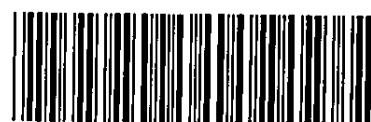


# **Andre De Brett Limited**

## **Report and Financial Statements**

30 June 2011

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COMPANIES HOUSE

**Andre De Brett Limited**

Registered No 941775

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**Directors**

A R Hill  
J Bottomley  
S Creeley  
G Vasilh

**Secretary**

S Creeley

**Auditors**

Ernst & Young LLP  
1 Bridgewater Place  
Water Lane  
Leeds LS11 5QR

**Registered Office**

Bowling Green Mills  
Lime Street  
Bingley BD97 1AD

## Directors' report

The directors present their report and financial statements for the year ended 30 June 2011

### Results and dividends

The profit for the year after taxation amounted to £41,000 (2010 – profit of £70,000) Before taxation reported profit in the year was £56,000, up from £17,000 in 2010)

### Principal activities and review of the business

The company did not trade in the year The company ceased promotional mailing in June 2008 Personal account statement mailings have ceased in the year and the remaining customer account balances have been fully written down and outstanding bad debt provisions released

Reported operating profit is £56,000 compared to a loss of £9,000 in the prior year

### Principal risks and uncertainties

The cessation of trading has reduced the risk profile of the company There are no material risks or uncertainties which require disclosure

### Directors

The directors who served the company during the year were as follows

A R Hill  
J Bottomley  
S Creeley  
G Vasil

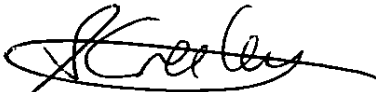
### Disclosure of information to the auditors

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information, being information needed by the auditor in connection with preparing its report, of which the auditor is unaware Having made enquiries of fellow directors and the company's auditor, each director has taken all the steps that they are obliged to take as a director in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

### Auditors

A resolution to reappoint Ernst & Young LLP as auditors will be put to the members at the Annual General Meeting

By order of the Board



S Creeley  
Secretary

26<sup>th</sup> March 2012

## Statement of directors' responsibilities

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- 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 that are sufficient to show and explain the company's transactions and 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 2006. They are also responsible for safeguarding the assets of the group and company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

# **Independent auditors' report**

## **to the members of Andre De Brett Limited**

We have audited the financial statements of Andre De Brett Limited for the year ended 30 June 2011 which comprise the Profit and Loss Account, the Statement of Total Recognised Gains and Losses, the Balance Sheet and the related notes 1 to 14. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditor**

As explained more fully in the Directors' Responsibilities Statement set out on page 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report and financial statements to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Opinion on the financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 30 June 2011 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

# Independent auditors' report

to the members of Andre De Brett Limited

## Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit



P R Buckler (Senior Statutory Auditor)  
For and on behalf of Ernst & Young LLP (Statutory Auditor)  
Leeds  
29 March 2012

## Profit and loss account

for the year ended 30 June 2011

	Notes	2011 £000	2010 £000
<b>Turnover</b>	2	56	5
Cost of sales		—	—
<b>Gross Profit</b>		56	5
Administrative expenses		—	(14)
<b>Operating Profit/(Loss)</b>	3	56	(9)
Interest receivable and similar income		—	26
<b>Profit on ordinary activities before taxation</b>		56	17
Tax	6	(15)	53
<b>Retained Profit for the financial year</b>	11	41	70

All activities relate to discontinued operations

## Statement of total recognised gains and losses

for the year ended 30 June 2011

There are no recognised gains or losses other than the profit attributable to the shareholders of the company of £41,000 in the year ended 30 June 2011 (2010— profit of £70,000)

Accordingly, a statement of recognised gains and losses has not been presented

## Balance sheet

at 30 June 2011

	Notes	2011 £000	2010 £000
<b>Fixed assets</b>			
Investments	7	—	—
<b>Current assets</b>			
Debtors	8	2,601	2,601
<b>Creditors' amounts falling due within one year</b>	9	35	76
<b>Net current assets</b>		<u>2,566</u>	<u>2,525</u>
<b>Total assets less current liabilities</b>		<u>2,566</u>	<u>2,525</u>
<b>Capital and reserves</b>			
Called up share capital	10	800	800
Share premium account	11	174	174
Profit and loss account	11	1,592	1,551
<b>Shareholders' funds</b>	11	<u>2,566</u>	<u>2,525</u>

The financial statements of Andre De Brett Limited were approved for issue by the Board of Directors on 26<sup>th</sup> March 2012 and signed on its behalf by



A R Hill  
Director



## Notes to the financial statements

at 30 June 2011

### 1. Accounting policies

#### *Basis of preparation*

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards

The financial statements of Andre De Brett Limited were approved for issue by the Board of Directors on 26<sup>th</sup> March 2012

#### *Group financial statements*

The company, being a wholly owned subsidiary of Damartex UK Limited, which publishes group financial statements, has taken advantage of the exemption permitted under section 228 of the Companies Act 2006 not to present group financial statements

#### *Statement of cash flows*

The company is a wholly owned subsidiary of Damartex UK Limited and has taken advantage of the exemption under FRS 1 (revised) from presenting its own statement of cash flows

#### *Investments*

Investments in subsidiary companies are stated at cost. The carrying values of fixed asset investments are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable. Provision is made where appropriate to reduce the carrying value to its recoverable amount.

#### *Deferred taxation*

Deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or right to pay less or to receive more, tax, with the following exceptions

- Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, or gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold
- Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

### 2. Turnover

Turnover, which is stated net of value added tax represents amounts receivable from third parties for goods and services provided in the normal course of business. Turnover includes the sales of merchandise, income from contributions to handling charges and income relating to the provision of credit to customers. Turnover arose in the United Kingdom and was derived from discontinued operations

## Notes to the financial statements

at 30 June 2011

### 3. Operating Profit/(Loss)

Auditors' remuneration has been borne by the parent company

### 4 Directors' remuneration

None of the directors received any remuneration from the company during the year (2010 - £nil) The directors consider that the qualifying services provided to this company represents an insignificant proportion of their group responsibilities and accordingly have concluded that a £nil apportionment of group wide remuneration would be attributable to these services

### 5 Staff costs

The company does not employ any staff as all staff are employed by Damartex UK Limited

### 6. Tax

(a) Tax on profit on ordinary activities

The tax charge is made up as follows

	2011 £000	2010 £000
<b>Current tax</b>		
Group relief payable	-	(17)
Overprovision re prior year subvention	-	70
Total current tax (note 6(b))	15	(53)
<b>Deferred tax</b>		
Utilisation of tax losses	-	-
Tax on profit on ordinary activities	15	(53)

It has been agreed within Damartex UK Limited Group to pay for tax losses at 100% of the losses surrendered. Ordinarily the group company surrendering the losses would seek to pay a consideration equal to the fair value of the tax losses at the prevailing rate of tax in that year, however in line with the group policy, the consideration paid represents 100% of the value of the losses surrendered

## Notes to the financial statements

at 30 June 2011

### 6. Tax (continued)

(b) Factors affecting tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK of 26% (2010 – 27%) The differences are explained below

	2011 £000	2010 £000
Profit on ordinary activities before tax	56	17
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 26% (2010 – 27%)	16	5
<i>Effects of</i>		
Marginal relief	(1)	–
Subvention payment	–	17
Group relief received	–	(5)
Overprovision re prior year subvention	–	(70)
Current tax for the year (note 6(a))	15	(53)

(c) Deferred tax

There are no deferred tax assets or liabilities in respect of the current or previous year

## Notes to the financial statements

at 30 June 2011

### 7. Tangible fixed assets

	<i>Investments in subsidiaries £000</i>
Cost	
At 1 July 2010 and 30 June 2011	<u>56</u>
Amounts written off	
At 1 July 2010 and 30 June 2011	<u>56</u>
Net book value	
At 1 July 2010 and 30 June 2011	<u>—</u>

The company has one subsidiary, Damart Nederland BV (formerly known as Andre De Brett BV) in which it holds 100% of the issued share capital (registered in the Netherlands, ordinary € 0 45378 shares) Damart Nederland BV is dormant

### 8. Debtors

	<i>2011 £000</i>	<i>2010 £000</i>
Amounts owed by group undertakings	<u>2,601</u>	<u>2,601</u>

### 9. Creditors: amounts falling due within one year

	<i>2011 £000</i>	<i>2010 £000</i>
Accruals and deferred income	20	20
Other creditors	<u>15</u>	<u>56</u>
	<u>35</u>	<u>76</u>

### 10. Issued share capital

		<i>2011 £000</i>		<i>2010 £000</i>
<i>Allotted, called up and fully paid</i>	<i>No</i>		<i>No</i>	
Ordinary shares of 10p each	8,000,000	<u>800</u>	8,000,000	<u>800</u>

## Notes to the financial statements

at 30 June 2011

### 11. Reconciliation of shareholders' funds and movements on reserves

	<i>Share capital</i>	<i>Share premium account</i>	<i>Profit and loss account</i>	<i>Total shareholders' funds</i>
	<i>£000</i>	<i>£000</i>	<i>£000</i>	<i>£000</i>
At 1 July 2009	800	174	1,481	2,455
Profit for the year	—	—	70	70
At 1 July 2010	800	174	1,551	2,525
Profit for the year	—	—	41	41
At 30 June 2011	800	174	1,592	2,566

### 12. Contingent liabilities

The company has given an unlimited cross-guarantee in respect of the UK parent company's bank liabilities and those of its fellow subsidiary undertakings. This stood at £nil at the year end (2010 – £nil).

### 13. Related party transactions

The company has taken advantage of the exemption in FRS 8 from disclosing transactions with related parties that are part of the Damartex group.

### 14. Ultimate parent undertaking and controlling party

The company's immediate parent undertaking and smallest undertaking for which group financial statements are produced is Damartex UK Limited. Copies of the Damartex UK Limited financial statements can be obtained from Bowling Green Mills, Lime Street, Bingley, West Yorkshire BD97 1AD.

The company's ultimate holding company and controlling party is Damartex S A, which is incorporated in France. Copies of Damartex group financial statements can be obtained from 25, Avenue de la Fosse-aux-chenes 59100 Roubaix, France.