

0791142

TEXTILE ARTS LIMITED

REGISTERED NUMBER 2791142

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2000



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COMPANIES HOUSE

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30/04/01

TEXTILE ARTS LIMITEDREPORT OF THE DIRECTORS

The Directors submit their report and the financial statements of the company for the year ended 30th.June 2000.

ACTIVITY

The principal activity of the Company is, and continues to be, the supply of textiles to the exhibition industry.

RESULTS AND STATE OF AFFAIRS

The financial statements on pages 5 to 13 set-out the results for the year ended 30th.June 2000 and reflect the state of the Company's affairs at that date.

The financial statements show a very encouraging position and the Board is confident that profitability will be maintained in the current year.

PRESENTATION OF THE FINANCIAL STATEMENTS

Following the introduction of Financial Reporting Standard No.3, "Reporting Financial Performance", the Directors confirm that the financial statements conform with the new requirements. A statement of total recognised gains and losses has been presented together with a reconciliation of movements on shareholders funds.

DIVIDEND AND TRANSFERS TO RESERVES

The Directors do not propose to declare a dividend in respect of the year.

The profit for the year of £31,012 has been transferred to reserves.

POST BALANCE SHEET EVENTS

A fellow subsidiary company, Shortland Upholstery Limited, is to be put into liquidation.

TEXTILE ARTS LIMITED

REPORT OF THE DIRECTORS (continued)

FIXED ASSETS

Details of movements in Fixed Assets are shown in note 8 to the financial statements

DIRECTORS AND THEIR INTERESTS

The Members of the board during the year and their interests in the Company's shares were as follows:-

	Interest at end of year	Interest at beginning of year
	<u>Number of Shares</u>	<u>Number of Shares</u>
Mrs.D.J.Taylor	Nil	Nil
P.A.Levin	10	10
D.A.Taylor	Nil	Nil

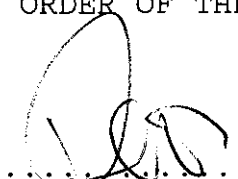
AUDITORS

A resolution will be proposed at the forthcoming Annual General Meeting for the re-appointment of Messrs.Ross Bennet-Smith, who have expressed their willingness to continue in office as auditors for the ensuing year.

"Strathmore" The Nap,  
Kings Langley,  
Herts., WD4 8ES.

Dated 16th. April 2001

BY ORDER OF THE BOARD

  
.....  
Secretary.

TEXTILE ARTS LIMITED

DIRECTORS' RESPONSIBILITIES FOR FINANCIAL STATEMENTS

The Directors are required by United Kingdom company law to prepare financial statements for each financial year 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 the results for that year.

The Directors confirm that suitable accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates have been used in the preparation of the financial statements and that applicable accounting standards have been followed. The financial statements have been prepared on the "going concern" basis.

The Directors are also responsible for maintaining adequate accounting records for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

## REPORT OF THE AUDITORS TO THE MEMBERS OF TEXTILE ARTS LIMITED

We have audited the financial statements on pages 5 to 13 which have been prepared under the historical cost convention and the accounting policies set-out on page 9.

### Respective Responsibilities of Directors and Auditors

As described above 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

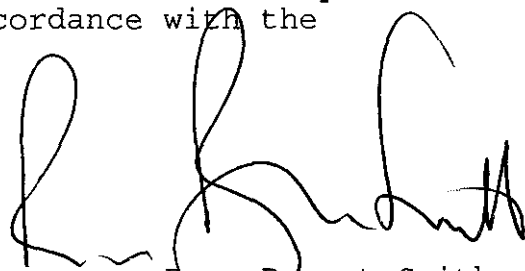
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed 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 mis-statement, 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 affairs of the Company as at 30th.June 2000 and of its profit, total recognised gains and cashflows for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

112 Jermyn Street,  
London,  
SW1Y 6LS.



Ross Bennet-Smith  
Chartered Accountants  
Registered Auditors

Dated 17th.April 2001

TEXTILE ARTS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30TH.JUNE 2000

	<u>Note</u>	£	<u>2000</u>	£	£	<u>1999</u>	£
<u>Turnover</u> - continuing operations	2		543,052			472,424	
Cost of Sales - continuing operations			202,876			173,961	
			-----			-----	
<u>Gross Profit</u> - continuing operations			340,176			298,463	
Loss/(Profit) on Sale of Motor Cars		184		( 961)			
Net Operating Expenses	3	299,848		254,392			
		-----		-----			
			300,032			253,431	
			-----			-----	
<u>Trading Profit</u> - continuing operations	4		40,144			45,032	
Interest Payable	6		2,687			4,058	
			-----			-----	
<u>Profit on Ordinary activities before taxation</u>			37,457			40,974	
Tax on ordinary activities	7		6,445			8,899	
			-----			-----	
<u>Profit for the Financial Year, Retained</u>			31,012			32,075	
<u>Retained Profit Brought Forward</u>			106,154			74,079	
			-----			-----	
<u>Retained Profit Carried Forward</u>			137,166			106,154	
			=====			=====	

TEXTILE ARTS LIMITED

BALANCE SHEET AS AT 30TH.JUNE 2000

	<u>Note</u>	<u>2000</u>	<u>1999</u>
		£	£
<u>FIXED ASSETS</u>			
Tangible Assets	8	60,129	72,846
<u>CURRENT ASSETS</u>			
Stocks	9	30,000	30,000
Debtors	10	161,073	126,464
Cash at Bank and in Hand		19,323	25,276
		-----	-----
		210,396	181,740
<u>CREDITORS : AMOUNTS FALLING</u>			
<u>DUE WITHIN ONE YEAR</u>	11	121,730	127,900
		-----	-----
<u>NET CURRENT ASSETS</u>		88,666	53,840
		-----	-----
<u>TOTAL ASSETS LESS CURRENT</u>			
<u>LIABILITIES</u>		148,795	126,686
<u>CREDITORS : AMOUNTS FALLING</u>			
<u>DUE AFTER MORE THAN ONE YEAR</u>	12	11,529	20,432
		-----	-----
<u>NET ASSETS</u>		137,266	106,254
		=====	=====
<u>CAPITAL AND RESERVES</u>			
Called-up Share Capital	13	100	100
Profit and Loss Account		137,166	106,154
		-----	-----
.....Director		137,266	106,254
.....Director		=====	=====

## TEXTILE ARTS LIMITED

### STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

The Company has no recognised gains and losses other than those included in the results shown on page 5 and, therefore, no separate statement of total recognised gains and losses has been presented.

### NOTE OF HISTORICAL COST PROFITS AND LOSSES

There is no difference between the profit on ordinary activities before taxation and the retained profit for the year stated on page 5 and their historical cost equivalents.

### RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	<u>2000</u>	<u>1999</u>
	<u>£</u>	<u>£</u>
Total recognised gains and losses for the year	31,012	32,075
Shareholders' Funds at 30th.June 1999	106,254	74,179
	-----	-----
Shareholders' Funds at 30th.June 2000	137,266	106,254
	=====	=====



TEXTILE ARTS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 30TH.JUNE 2000

	<u>Note</u>	<u>£</u>	<u>2000</u>	<u>£</u>	<u>1999</u>	<u>£</u>
Net cash movement from continuing operating activities	16		11,102		57,195	
<u>Return on investments and servicing of finance</u>						
Interest paid			( 2,687)		( 4,058)	
<u>Taxation</u>						
Taxation paid			( 9,074)		( 4,694)	
<u>Investment activities</u>						
Payments to acquire tangible fixed assets		( 14,044)		( 43,900)		
Proceeds from sales of tangible fixed assets		8,750		5,000		
		-----	( 5,294)	-----	( 38,900)	
			-----		-----	
<u>Movement in cash and cash equivalents</u>	17		( 5,953)		9,543	
			=====		=====	

# TEXTILE ARTS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED

30TH.JUNE 2000

### 1.ACCOUNTING POLICIES

The principal accounting policies adopted, which have been applied consistently, are as follows :-

#### a) Convention

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

#### b) Depreciation

Depreciation is provided on all tangible fixed assets at annual rates calculated to write off the cost or valuation of each asset over its expected useful life, on a reducing balance basis, unless otherwise stated, as follows :-

	<u>Annual Rate</u>
Motor Vehicles	25%
Furniture, Fittings & Equipment	20%

#### c) Stocks

Stocks are valued at the lower of cost and net realisable value.

#### d) Foreign Currencies

Assets and liabilities in foreign currencies are converted at the rates ruling at the balance sheet date.

Transactions in foreign currencies are recorded at the rate of exchange ruling at the date of the transaction.

All exchange differences are charged/credited to profit and loss account.

### 2. TURNOVER

Turnover is the amount derived from the provision of goods and services, after deduction of trade discounts and exclusive of Value Added Tax, and is analysed as follows:

	<u>2000</u>	<u>1999</u>
	<u>£</u>	<u>£</u>
United Kingdom	486,509	468,076
European Community	56,543	4,348
	-----	-----
	543,052	472,424
	=====	=====

TEXTILE ARTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED

30TH.JUNE 2000 (continued)

3. <u>NET OPERATING EXPENSES -</u>	<u>2000</u>	<u>1999</u>
<u>CONTINUING OPERATIONS</u>	<u>£</u>	<u>£</u>
Administrative expenses	299,848	254,392
	=====	=====

4. TRADING PROFIT

The Trading Profit is stated  
after charging :-

Staff Costs	96,856	90,888
Auditors' Remuneration	875	700
Hire of Equipment	2,331	879
Depreciation of Tangible Fixed Assets	17,827	22,680
	=====	=====

5. STAFF COSTS

a) Staff Costs comprises :-

Wages and salaries	87,840	82,767
Social Security Costs	9,016	8,121
	-----	-----
	96,856	90,888
	=====	=====

b) Employees

The average weekly number of employees  
during the year was 6. Due to the size  
of the Company there is no formal  
analysis of the staff.

c) Directors' Remuneration

Directors' Remuneration included  
in Staff Costs consists of :

Fees	-	7,467
	=====	=====

TEXTILE ARTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED

30TH.JUNE 2000 (continued)

	<u>2000</u> £	1999 £
6. <u>INTEREST PAYABLE</u>		
Interest on bank loans and overdrafts and other loans repayable within 5 year	2,687	4,058
	=====	=====

7. TAX ON ORDINARY ACTIVITIES

United Kingdom corporation tax payable on results for the year @20%/21%	6,445	8,899
	=====	=====

8. TANGIBLE FIXED ASSETS

	<u>Motor Vehicles</u> £	<u>Furniture Fittings Equipment</u> £	Total £
<u>Cost:</u>			
At beginning of year	99,213	43,933	143,146
Additions	-	14,044	14,044
Disposals	(21,176)	-	(21,176)
	-----	-----	-----
At end of year	78,037	57,977	136,014
	=====	=====	=====

Depreciation:

At beginning of year	45,573	24,727	70,300
Provided for year	11,177	6,650	17,827
On disposals	(12,242)	-	(12,242)
	-----	-----	-----
At end of year	44,508	31,377	75,885
	=====	=====	=====

Net Book Value:

At beginning of year	53,640	19,206	72,846
	=====	=====	=====
At end of year	33,529	26,600	60,129
	=====	=====	=====

TEXTILE ARTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED

30TH.JUNE 2000 (continued)

	<u>2000</u> £	1999 £
<u>9.STOCKS</u>		
Raw materials, consumables and finished goods for resale	30,000	30,000
	=====	=====
<u>10.DEBTORS</u>		
Holding Company and Fellow Subsidiaries	23,432	28,137
Trade Debtors	132,753	93,805
Other Debtors	400	-
Prepayments and Accrued Income	4,488	4,522
	-----	-----
	161,073	126,464
	=====	=====
<u>11.CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>		
Trade Creditors	44,686	48,603
Amounts owed to Group Undertakings	26,791	26,761
Current corporation tax	6,270	8,899
Other Taxation and Social Security	23,744	22,961
Other creditors	18,989	19,976
Accruals and Deferred Income	1,250	700
	-----	-----
	121,730	127,900
	=====	=====
<u>12.CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</u>		
Secured Loans repayable within 5 years	11,529	20,432
	=====	=====
<u>13.CALLED UP SHARE CAPITAL</u>		
<u>Authorised</u>		
1,000 Ordinary shares of £1 each	1,000	1,000
	=====	=====
<u>Issued and Fully Paid</u>		
100 Ordinary shares of £1 each	100	100
	=====	=====

TEXTILE ARTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED

30TH.JUNE 2000

14.HOLDING COMPANY

The ultimate Holding Company is Datex Holdings Limited which is incorporated in the United Kingdom.

15.DIRECTORS' INTERESTS

At the Balance Sheet date the Directors were owed a total of £ 4,413 on current account. There are no fixed terms for interest or repayment.

	<u>2000</u> £	1999 £
16. <u>RECONCILIATION OF OPERATING PROFIT</u> <u>WITH NET CASH MOVEMENT FROM OPERATING</u> <u>ACTIVITIES</u>		
<u>Continuing Activities</u>		
Trading profit	40,144	45,032
Depreciation Charges	17,827	22,680
Loss/(Profit) on sale of Fixed Assets	184	( 961)
Movement in Stocks	-	5,000
Movement in Debtors	( 34,609)	(14,048)
Movement in Creditors	( 12,444)	( 508)
	-----	-----
<u>Net cash movement from operating</u> <u>activities</u>	11,102	57,195
	=====	=====

17.ANALYSIS OF CHANGES IN CASH AND CASH  
EQUIVALENTS DURING THE PERIOD

Balance at beginning of year	25,276	15,733
Net Cash Movement	( 5,953)	9,543
	-----	-----
Balance at end of year	19,323	25,276
	=====	=====