

Company Registration No. 4516009 (England and Wales)

FAZ FASHION LIMITED
DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2003



FAZ FASHION LIMITED

COMPANY INFORMATION

Directors	MR MOHMED NASSAR SHAIKH MRS NASRIN SHAIKH
Secretary	MR MOHMED NASSAR SHAIKH
Company number	4516009
Registered office	654-656 HIGH ROAD LAYTONSTONE LONDON E11 3AA
Accountants	F S Dalal & Co 4 - 6 Peterborough Road Harrow, Middx HA1 2BQ

FAZ FASHION LIMITED

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FAZ FASHION LIMITED

DIRECTORS' REPORT FOR THE PERIOD ENDED 31 AUGUST 2003

The directors present their report and financial statements for the period ended 31 August 2003. The company started to trade from 1 September 2002.

Principal activities

The principal activity of the company was that of retailing garments.

Directors

The following directors have held office since 21 August 2002:

MR MOHMED NASSAR SHAIKH	(Appointed 21 August 2002)
MRS NASRIN SHAIKH	(Appointed 21 August 2002)

Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary of £ 1 each	
	31 August 2003	21 August 2002
MR MOHMED NASSAR SHAIKH	1	1
MRS NASRIN SHAIKH	1	1

During the year, the company issued 2 ordinary shares of £1 each for cash.

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



MR MOHMED NASSAR SHAIKH

Secretary

15/07/04

FAZ FASHION LIMITED

ACCOUNTANTS' REPORT TO THE DIRECTOR ON THE UNAUDITED ACCOUNTS OF FAZ FASHION LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the period ended 31 August 2003, set out on pages 3 to 7 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.



F S Dalal & Co

Chartered Accountants

16/07/04

4 - 6 Peterborough Road
Harrow, Middx HA1 2BQ

FAZ FASHION LIMITED

PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 31 AUGUST 2003

	Notes	Period ended 31 August 2003 £
Turnover		120,150
Cost of sales		(68,129)
Gross profit		52,021
Administrative expenses		(47,287)
Operating profit	2	4,734
Interest payable and similar charges		(1)
Profit on ordinary activities before taxation		4,733
Tax on profit on ordinary activities	3	-
Profit on ordinary activities after taxation		4,733
Dividends		(4,200)
Retained profit for the period	8	533

FAZ FASHION LIMITED

BALANCE SHEET AS AT 31 AUGUST 2003

	Notes	2003 £	£
Fixed assets			
Tangible assets	4		5,042
Current assets			
Stocks		16,644	
Debtors	5	1,282	
Cash at bank and in hand		731	
		<hr/>	
		18,657	
Creditors: amounts falling due within one year	6	(23,164)	
		<hr/>	
Net current liabilities			(4,507)
Total assets less current liabilities			<hr/> 535 <hr/>
Capital and reserves			
Called up share capital	7		2
Profit and loss account	8		533
			<hr/>
Shareholders' funds - Equity interest			<hr/> 535 <hr/>

In preparing these financial statements:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the financial period in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, 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).

The financial statements were approved by the Board on 15/07/04

N. Shaikh

MRS NASRIN SHAIKH

Director

FAZ FASHION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 AUGUST 2003

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 June 2002).

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fittings & equipment	20% on cost
Motor vehicles	25% on cost

1.4 Stock

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

1.5 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method.

2 Operating profit

2003

£

Operating profit is stated after charging:

Depreciation of tangible assets	1,622
Directors' emoluments	13,086

3 Taxation

Current tax charge

-

No corporation tax is payable by the company as its profit falls within nil band rate.

FAZ FASHION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 AUGUST 2003

4 Tangible fixed assets

	Plant and machinery etc £
Cost	
At 21 August 2002	-
Additions	6,664
	<hr/>
At 31 August 2003	6,664
	<hr/>
Depreciation	
At 21 August 2002	-
Charge for the period	1,622
	<hr/>
At 31 August 2003	1,622
	<hr/>
Net book value	
At 31 August 2003	5,042
	<hr/>

5 Debtors

	2003 £
Trade debtors	311
Other debtors	971
	<hr/>
	1,282
	<hr/>

6 Creditors: amounts falling due within one year

	2003 £
Trade creditors	6,557
Amounts owed to related party	14,694
Taxation and social security	322
Other creditors	1,591
	<hr/>
	23,164
	<hr/>

FAZ FASHION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 AUGUST 2003

7	Share capital	2003
		£
	Authorised	
	1,000 Ordinary of £ 1 each	1,000
		<hr/>
	Allotted, called up and fully paid	
	2 Ordinary of £ 1 each	2
		<hr/>

During the year, the company issued 2 ordinary shares of £1 each for cash.

8	Statement of movements on profit and loss account	Profit and loss account
		£
	Retained profit for the period	533
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9 Controlling party and related party transactions

The company is controlled by Mr M N and Mrs N Shaikh, the directors.

The company bought the following from Faz Fashions (a partnership in which, among others, Mr and Mrs Shaikh were partners and the partnership ceased to trade on 31 August 2002):

Motor vehicle and fixtures and fittings at tax written down value of £5,964

Stock at cost £17,619

On account of delay in the opening of bank account by the company, the bank account of Faz Fashions continued to be used.

As a result, of the above transactions, the company owed £14,694 to Faz Fashions partnership at 31 August 2003.