

KANE & RAYMOND LIMITED

FINANCIAL STATEMENTS

YEAR ENDED

19 JANUARY 2004

132-1385



A07
COMPANIES HOUSE

ANMTDZRF

0431
29/10/04

KANE & RAYMOND LIMITED

FINANCIAL STATEMENTS

Year ended 19 January 2004

CONTENTS

	Page
Company particulars	1
Director's report	2
Report of the auditors	3
Profit and loss account	4
Balance sheet	5
Notes relating to the financial statements	6 – 7

KANE & RAYMOND LIMITED

FINANCIAL STATEMENTS

Year ended 19 January 2004

Director	P J de Cusse Hill
Secretary	M Chamberlain (Appointed 28 February 2003)
Registered office	6 Nottingham Road Long Eaton Nottingham NG10 1HP
Auditors	Cooper Parry LLP 14 Park Row Nottingham NG1 6GR
Registered number	1344385

KANE & RAYMOND LIMITED

REPORT OF THE DIRECTOR

Financial statements

The director has pleasure in presenting his report and financial statements for the year ended 19 January 2004.

Statement of director's responsibilities

Company law requires the director to prepare financial statements for each financial period which 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 those financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

Principal activity

The principal activity of the company is the retail of men's underwear.

Directors

The director who has held office during the period is stated on page 1.

The interest of the director, including family interests in the share capital of the company is as follows:

	At 19 January 2004 £1 Ordinary shares	At 19 January 2003 £1 Ordinary shares
P J de Cusse Hill	1	1

Auditors

During the year Cooper Parry LLP were appointed as auditors. In accordance with section 385 of the Companies Act 1985, a resolution to appoint auditors of the company will be put to the forthcoming annual general meeting.

The Report of the Director has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the board of directors



P J de Cusse Hill
Director

Approved on 21/04

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF

KANE & RAYMOND LIMITED

We have audited the financial statements of Kane & Raymond Limited for the year ended 19 January 2004 on pages 4 to 7. These financial statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out on page 6.

This report is made solely to the company's members as a body, in accordance with Section 235 of the Companies Act 1985. 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 director and auditors

As described on page 2 the company's director is responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Director's Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding director's remuneration and transactions with the company is not disclosed.

We read the Director's Report and consider the implications for our report if we become aware of any apparent misstatements within it.

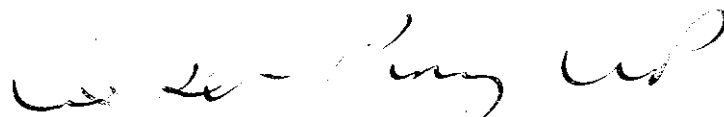
Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 director 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 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 19 January 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



COOPER PARRY LLP

Chartered Accountants

Registered Auditor

NOTTINGHAM



KANE & RAYMOND LIMITED

PROFIT AND LOSS ACCOUNT

Year ended 19 January 2004

	Notes	2004 £	2003 £
Turnover	2	10,050	5,602
Cost of sales		(4,690)	(2,676)
Gross profit		5,360	2,926
Distribution costs		(953)	(2,676)
Profit on ordinary activities before taxation	3	4,407	250
Tax on profit on ordinary activities	4	-	(7)
Profit on ordinary activities after taxation		4,407	243
Retained loss brought forward		(377)	(620)
Retained profit/(loss) carried forward		4,030	(377)

Continuing operations

None of the company's activities were acquired or discontinued during the above two financial years.

Total recognised gains and losses

The company has no recognised gains or losses other than the profit for the above two financial years.

Historical cost profit and losses

There is no difference between the results as disclosed in the profit and loss account and the result on an unmodified historical cost basis.

The notes on pages 6 and 7 form part of these financial statements.

KANE & RAYMOND LIMITED

BALANCE SHEET

At 19 January 2004

	Notes	2004 £	2003 £
Current assets			
Cash at bank and in hand		4,229	620
Creditors: amounts falling due within one year	5	(99)	(897)
Net current assets/(liabilities)		<u>4,130</u>	<u>(277)</u>
Capital and reserves			
Called up share capital	6	100	100
Profit and loss account		<u>4,030</u>	<u>(377)</u>
Shareholders' funds/(deficit)	7	<u>4,130</u>	<u>(277)</u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985.

Signed on behalf of the board of directors



P J de Cusse Hill
Director

Approved by the board on *7.1.04*

The notes on pages 6 and 7 form part of these financial statements.

KANE & RAYMOND LIMITED

NOTES RELATING TO THE FINANCIAL STATEMENTS

Year ended 19 January 2004

1 Accounting policies

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the company's financial statements.

Accounting convention

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

Turnover

Turnover represents the net amount invoiced to customers.

Taxation

The charge for taxation is based on the profit for the period as adjusted for disallowable items. Deferred taxation is provided using the full provision method at the rate at which it is estimated that tax will become payable.

2 Turnover

The turnover and profit before taxation is attributable to the principal activity of the company. Turnover attributable to geographic markets outside the United Kingdom amounts to 18% (2003: 9%).

3 Profit on ordinary activities before taxation

The auditors were remunerated by the ultimate parent company and no charge was made for their services.

4 Tax on profit on ordinary activities

	2004 £	2003 £
Corporation tax:		
Charge for the year at Nil% (2003: 10%)	-	5
Corporation tax underprovided for the previous period	-	2
	<u>-</u>	<u>7</u>

The tax assessed for the year is lower than the standard rate of corporation tax in the UK (10%). The differences are explained:

Profit on ordinary activities before tax	<u>4,407</u>	<u>250</u>
Profit on ordinary activities before tax multiplied by the standard rate of tax	441	25
Effects of:		
Corporation tax rate differences	(441)	(20)
Prior year adjustments	-	2
	<u>-</u>	<u>7</u>

KANE & RAYMOND LIMITED

NOTES RELATING TO THE FINANCIAL STATEMENTS

Year ended 19 January 2004

5	Creditors: amounts falling due within one year	2004	2003
		£	£
	Trade creditors	57	135
	Amounts owed to parent undertaking	-	659
	Other creditors	42	103
		<u>99</u>	<u>897</u>
6	Called up share capital		
	Authorised:		
	100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
	Called up, allotted and fully paid:		
	100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
7	Reconciliation of movement in shareholders' deficit		
	Profit for the year	4,407	243
	Opening shareholders' deficit	(277)	(520)
		<u>4,130</u>	<u>(277)</u>
8	Ultimate parent company and controlling party		
	The director considers Sunspel Menwear Limited, a company registered in England & Wales, to be the ultimate holding company.		
	The controlling party is Mr P J M Hill who owns 77% of the issued share capital of Sunspel Menswear Limited.		
9	Related party transactions		
	During the year, the company purchased £4,690 (2003: £2,676) of finished goods from its ultimate holding company, Sunspel Menswear Limited. All purchases were at normal trade prices. At the financial year end, the aggregate amount of £Nil (2003: £659) was due to Sunspel Menswear Limited.		