

B W SIZER LIMITED

Financial statements

for the year ended 31 March 2003

Directors

B W Sizer
Mrs P Sizer

Secretary

Mrs P Sizer

Accountants

Moore Stephens
Chartered Accountants
12-13 Alma Square
Scarborough
North Yorkshire
YO11 1JU

Bankers

Barclays Bank PLC
PO Box No 13
St. Nicholas Street
Scarborough
North Yorkshire
YO11 2HS

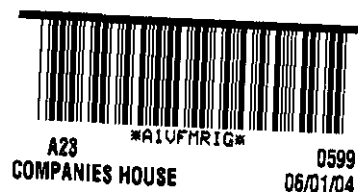
Registered office

44 Huntriss Row
Scarborough
North Yorkshire
YO11 2EF

**SIGNED COPY FOR
REGISTRAR OF COMPANIES**

Company registration

England 927 355



B W SIZER LIMITED

Directors' report

for the year ended 31 March 2003

The directors have pleasure in presenting their annual report to shareholders together with the company's unaudited accounts for the year ended 31 March 2003.

Principal activity

The company trades as retailers of jewellery and watches.

Directors and their interests in the capital of the company

The directors and their family interests in the capital of the company during the period were:

	Ordinary £1 shares	
	31 March 2003	31 March 2002
Brian William Sizer	1,500	1,500
Pamela Sizer	500	500

Elective resolutions

The shareholders have passed elective resolutions dispensing with the requirement to hold an annual general meeting and to lay the accounts before an annual general meeting. Nevertheless the directors would like to remind the shareholders that any shareholder has the right to call for the accounts to be laid before a meeting of the shareholders and that this right may be exercised by notice in writing to the company's registered office within 28 days from the date of receipt of the accounts.

Statement of 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 affairs of the company and of the profit or loss of the company for that period. In preparing those 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;
- 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.

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

By Order of the Board

P Sizer

Mrs P Sizer
Secretary

Accountants' report to the directors

on the unaudited accounts for the year ended 31 March 2003

As described on page 2, the company's directors are responsible for the preparation of the accounts for the year ended 31 March 2003, set out on pages 4 to 9, and the directors consider that the company is exempt from an audit under section 249A(1) of the Companies Act 1985. In accordance with the directors' instructions, we have compiled these unaudited accounts in order to assist the directors to fulfil their statutory responsibilities, from the accounting records of B W Sizer Limited, and from information and explanations supplied to us.

12-13 Alma Square
Scarborough
YO11 1JU

Dated: 24 December 2003

Moore Stephens

MOORE STEPHENS

Chartered Accountants

B W SIZER LIMITED

Profit and loss account

for the year ended 31 March 2003

	Note	£	2002 £
Turnover	1	740,897	712,379
Cost of sales		(495,729)	(478,477)
Gross profit		<u>245,168</u>	<u>233,902</u>
Distribution expenses		(111,686)	(79,944)
Administrative expenses		(19,489)	(36,488)
Operating profit	13	<u>113,993</u>	<u>117,470</u>
Income from fixed asset investments		1,304	1,172
Loss on disposal of fixed asset investments		(6,125)	(8,397)
Provision for diminution in value of quoted investments released/(charged)		(16,728)	2,990
Interest receivable		4,631	6,964
Interest payable	14	(1,497)	(1,586)
Profit on ordinary activities before taxation		<u>95,578</u>	<u>118,613</u>
Taxation on profit on ordinary activities	15	(22,514)	(24,136)
Profit on ordinary activities after taxation		<u>73,064</u>	<u>94,477</u>
Dividends		9,600	—
Retained profit for the year	11	<u><u>63,464</u></u>	<u><u>94,477</u></u>

B W SIZER LIMITED

Balance sheet

as at 31 March 2003

	Note	£	£	2002 £	2002 £
Fixed assets					
Tangible assets	5		63,981		70,885
Investments	6		56,048		74,465
Current assets					
Stocks	7	737,133		559,257	
Debtors	8	6,475		9,915	
Cash at bank and in hand		206,132		270,168	
		<u>949,740</u>		<u>839,340</u>	
Creditors: amounts falling due within one year	9	118,190		96,229	
Net current assets			831,550		743,111
Total assets less current liabilities			<u>951,579</u>		<u>888,461</u>
Provisions for liabilities and charges					
Deferred tax	12		—		346
Net assets			<u>951,579</u>		<u>888,115</u>
Capital and reserves					
Called up share capital	10		2,000		2,000
Profit and loss account	11		949,579		886,115
			<u>951,579</u>		<u>888,115</u>

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

For the year in question the company was entitled to exemption from an audit under section 249A(1) of the Companies Act 1985. The members have not required the company to obtain an audit of its accounts for the period in accordance with s249B(2). The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985; and
- preparing accounts 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 its profit or loss for the financial year in accordance with the requirements of section 226 of the Companies Act 1985, and which otherwise comply with the requirements of that Act relating to accounts so far as applicable to the company.

The financial statements were approved by the board of directors on 23rd December 2003.

B W Sizer
Director

Notes to the accounts

for the year ended 31 March 2003

1 Accounting policies

These accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), adopting the following principal accounting policies.

1.01 Depreciation

Depreciation of fixed assets has been provided at various rates which are anticipated to amortise the cost on a straight line basis over the assets' expected useful lives. Indicative annual rates are:—

Freehold buildings	2%
Fixtures, fittings, tools & equipment	33.3%
Short leasehold property	Over the duration of the lease

1.02 Stocks

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

1.03 Turnover

Turnover comprises sales to customers of goods and services net of value added tax.

1.04 Deferred taxation

Deferred tax is recognised as a liability or asset if the transactions or events that give an obligation to pay more tax in future or a right to pay less tax in future have occurred by the balance sheet date, although deferred tax assets are recognised only when it becomes more likely than not that they will be recoverable.

1.05 Leases

The company has no assets accounted for under finance lease agreements. Operating lease rentals are charged against profits of the period to which they relate.

1.06 Investments

Investments comprise quoted securities and are included at the lower of cost and net realisable value on a portfolio basis.

2 Controlling party

For the purposes of the related party disclosure provisions of the Financial Reporting Standard for Smaller Entities, Mr B W Sizer, who is a director and the principal shareholder, as detailed in the directors' report, is considered to be the company's controlling party.

3 Related party transactions

Included in creditors are the following directors' loans to the company:

	£	2002 £
B W Sizer	8,027	—
Mrs P Sizer	<u>19,528</u>	<u>15,592</u>

The directors' loans bore interest as disclosed in note 14.

4 Pension schemes

The company operates independently administered defined contribution pension schemes for both the directors and the employees. The level of contributions made by the company to the schemes during the year were as follows:

	£	2002 £
Directors	—	—
Employees	—	—
	<u>—</u>	<u>—</u>

B W SIZER LIMITED

Notes to the accounts

for the year ended 31 March 2003

5 Tangible assets

	Freehold land & buildings £	Short leasehold property £	Fixtures fittings, tools & equipment £	Total £
Cost				
As at 31.03.02	57,989	30,269	67,967	156,225
Additions	—	—	160	160
Disposals	—	—	—	—
As at 31.03.03	<u>57,989</u>	<u>30,269</u>	<u>68,127</u>	<u>156,385</u>
Depreciation				
As at 31.03.02	2,784	30,269	52,287	85,340
Provided in year	928	—	6,136	7,064
Eliminated on disposal	—	—	—	—
As at 31.03.03	<u>3,712</u>	<u>30,269</u>	<u>58,423</u>	<u>92,404</u>
Net book value				
As at 31.03.02	<u>55,205</u>	—	15,680	70,885
As at 31.03.03	<u>54,277</u>	—	9,704	<u>63,981</u>

6 Investments

	Quoted securities £	
Cost		
As at 31.03.02	87,061	
Additions	17,307	
Disposals	(18,997)	
As at 31.03.03	<u>85,371</u>	
Provisions		
As at 31.03.02	12,596	
Provided (released) in year	16,727	
Eliminated on disposal	—	
As at 31.03.03	<u>29,323</u>	
Net book value		
As at 31.03.02	<u>74,465</u>	
As at 31.03.03	<u>56,048</u>	(Market value £56,048)

7 Stocks

	£	2002 £
Jewellery, timepieces, silverware for resale	<u>737,133</u>	<u>559,257</u>

8 Debtors

	£	2002 £
Deferred tax	149	—
Other debtors	6,113	9,664
Prepayments and accrued income	213	251
	<u>6,475</u>	<u>9,915</u>

Notes to the accounts

for the year ended 31 March 2003

9 Creditors: amounts falling due within one year	£	2002 £
Trade creditors	32,387	45,253
Corporation tax	22,954	23,711
Other taxation and social security	7,031	5,204
Other creditors	28,821	16,858
Accruals and deferred income	26,997	5,203
	<u>118,190</u>	<u>96,229</u>

10 Share capital	£	2002 £
Authorised – £1 ordinary shares	2,000	2,000
Issued & fully paid – £1 ordinary shares	<u>2,000</u>	<u>2,000</u>

11 Reserves	Profit & loss account £
As at 31.03.02	886,115
Retained profit for the year	63,464
As at 31.03.03	<u>949,579</u>

12 Deferred taxation

The full potential liability/(asset) and amount provided in the accounts relating to deferred taxation, assuming a tax rate of 19% (2002 – 19%), arise from the following timing differences between the tax computations and accounts:–

Full potential liability/(asset)	£	2002 £
Capital allowances in excess of/(less than) depreciation	(149)	346
Capital losses	(2,759)	(1,595)
	<u>(2,908)</u>	<u>(1,249)</u>

Of which provided in the accounts

Capital allowances in excess of/(less than) depreciation	(149)	346
Capital losses	–	–
	<u>(149)</u>	<u>346</u>

13 Operating profit	£	2002 £
Operating profit is stated after charging:		
Depreciation	7,064	4,014
Loss of stock	–	15,448
Directors' remuneration	<u>30,580</u>	<u>10,400</u>

B W SIZER LIMITED

Notes to the accounts

for the year ended 31 March 2003

		2002
	£	£
14 Interest payable		
Directors' loan accounts	1,497	1,497
Other interest	—	89
	<u>1,497</u>	<u>1,586</u>
15 Taxation	£	£
Corporation tax — current year	22,954	23,711
Corporation tax — underprovision in previous year	55	79
Deferred taxation	(495)	346
	<u>22,514</u>	<u>24,136</u>
16 Operating lease commitments		2002
	£	£
Rentals payable next year under property leases which expire:—		
Within one to two years	6,850	—
Within two to five years	—	6,850
	<u>6,850</u>	<u>6,850</u>