MULBERRY COMPANY (DESIGN) LIMITED

Directors:-	R.J. Saul J. Saul
Secretary:-	J. Saul
Bankers:-	Coutts & Co., Bristol.
Registered Office :-	The Street, Chilcompton, Bath.

Report of the Directors

The Directors submit their sixth annual report, and audited accounts for the year ended 30 September 1980.

1. Activities

The main activity is that of designers and manufacturers of fashion accessories.

2. Accounts

The loss for the year is deducted from the profits brought forward, and no dividend is proposed.

3. Exports

Direct Exports totalled £513,793 (1979 - £792,244).

4. Directors

Mr. R.J. Saul and Mrs. J. Saul have served as directors throughout the year. Their interests in the shares of the company at the beginning and end of the year were as follows:-

	Ordinary Shares of £1 each
R.J. Saul	11,403
J. Saul	11,403

5. Auditor

A resolution will be proposed at the Annual General Meeting to appoint Mr. J.C. Callow as auditor until the next general meeting at which accounts are laid before the members.

December 1980

By Order of the Board

J. Saul

Secretary.

MULBERRY COMPANY (DESIGN) LIMITED

REPORT OF THE AUDITOR TO THE MEMBERS

I have examined the accounts and notes on pages 3 to 7. The accounts have been prepared under the historical cost convention.

In my opinion the accounts together with the notes give a true and fair view, so far as concerns the members of the company, of the state of affairs of the company at 30 September 1980 and of the loss and sources of application of funds for the year ended on that date and comply with the Companies Acts 1948 and 1976.

Chew Magna
Bristol BS18 8RW

December 1980

J.C. Callow

J.C. Callow

Chartered Accountant.

MULBERRY COMPANY (DESIGN) LIMITED

Profit and Loss Account for the year ended 30 September 1980

1979			
1372594	Turnover (Note 7)	795,423	
30206	PROFIT (LOSS) after charging the following:		(68384)
18866	Depreciation	18814	
	Directors Remuneration		
3000	Fees	-	
22860	Executive Services	22274	
6397	Pension Scheme	6397	
1200	Audit fee	1250	
16080	Overdraft and loan interest	24312	
18000	Provision for Corporation Tax no longer required		22557
(16400)	Provision for Deferred Taxation no longer required		-
28606	PROFIT (LOSS) after Taxation		(45827)
196529	Retained Profit brought forward		225135
225135	Retained Profit carried forward		179308

MULBERRY COMPANY (DESIGN) LIMITED

Balance Sheet as at 30 September 1980

1979			
219113	FIXED ASSETS (Note 1)		196010
	CURRENT ASSETS		
105198	Stocks and work in progress (Note 2)	84314	
227965	Debtors and accruals less provision for bad and doubtful debts	160097	
333163			244411
	CURRENT LIABILITIES		
106290	Creditors and accruals	81381	
20001	Hire purchase creditor	4596	
26187	Corporation Tax	(5318)	
77950	Bank overdrafts (Note 3)	88591	
(230429)			(169244)
	LONG TERM LIABILITIES		
40000	Bank Loan (Note 3)	35000	
22340	Mortgage Loan (Note 4)	22490	
(62340)			(57490)
259508			213681
	FINANCED BY		
22806	Share Capital (Note 5)		22806
2767	Capital Reserve		2767
8800	Deferred Taxation (Note 6)		8800
225135	Retained Profit		179308
259508			213681

Roger Saul

Joan Saul

MULBERRY COMPANY (DESIGN) LIMITED

Notes to the Accounts 30 September 1980

	Cost at 1.10.79	Additions during year	Deletions during year	Cost at 30.9.80
1. FIXED ASSETS				
Cost				
Goodwill	7384	-	-	7384
Freehold Property	77367	1409	-	78776
Leasehold Property	46483	-	-	46483
Plant & Machinery	39619	153	2765	37007
Office Equipment	15966	1320	-	17286
Fixtures and fittings	17348	334	-	17682
Motor Vehicles	51135	4962	14897	41200
	255302	8178	17662	245818
Depreciation				
Freehold Property	1550	1575	-	3125
Leasehold Property	950	930	-	1880
Plant & Machinery	10212	3700	1106	12806
Office Equipment	5062	2160	-	7222
Fittings & Fixtures	4666	2211	-	6877
Motor Vehicles	13749	8238	4089	17898
	36189	18814	5195	49808
Written down values	219113			196010

The provisions for depreciation are calculated on the cost of the fixed assets in order to write off the cost over the estimated useful lives by equal annual instalments as follows:-

Freehold and leasehold properties	2% per annum
Plant and Machinery	10% per annum
Office equipment, fixtures and fittings	12½% per annum
Motor vehicles	20% per annum

2. STOCKS

Stocks and work in progress have been valued at the lower of cost and net realisable value.

3. BANK OVERDRAFTS AND LOAN

The Bank borrowings are secured by a debenture on the freehold property and a floating charge on the assets.
The loan is repayable by equal annual instalments over the next seven years.

4. MORTGAGE LOAN

This is secured on the leasehold property.

5. SHARE CAPITAL

The authorised share capital is 50,000 Ordinary Shares of £1 each of which 22806 shares have been issued and are fully paid.

6. DEFERRED TAXATION

Provision has been made at current rates of Corporation Tax as there is a reasonable possibility that the amount provided may become payable in the foreseeable future.

7. TURNOVER

This represents the net invoiced value of goods and services supplied, net of Value Added Tax.

8. CAPITAL COMMITMENTS

There were none at 30 September 1980 (1979 - NIL).

MULBERRY COMPANY (DESIGN) LIMITED

Sources and application of Funds
Year ended 30 September 1980

	1980	1979
Sources of Funds		
Profit	-	28606
Depreciation	18814	18866
Deferred Taxation	-	(16400)
Total generated from operations	18814	31072
Disposal of fixed assets	12467	9174
	31281	40264
Application of Funds		
Loss	45827	-
Purchase of fixed assets	8178	59641
(Decrease) in working capital	(22724)	(19395)
(Decrease) in stocks	(20884)	(38549)
Increase (Decrease) in debtors	(67868)	54193
(Increase) Decrease in creditors	40314	29245
(Increase) Decrease in tax payable	31505	(8187)
(Increase) Decrease in indebtedness to bank	(5641)	(55944)
(Increase) Decrease in mortgage	(150)	(153)
	(22724)	(19395)