

**ORGANZA' HAIR SALON LIMITED
COMPANY NO SC234078
FINANCIAL ACCOUNTS IN RESPECT OF
THE FIRST PERIOD OF TRADING ENDING
ON 31ST JULY 2003**

**A.G.ACCOUNTING(EST.1983)
INCORPORATED ACCOUNTANTS
40,URQUHART ROAD,
ABERDEEN AB24 5LT**



ORGANZA' HAIR DESIGN LIMITED
FINANCIAL REPORT AND ACCOUNTS FOR THE FIRST PERIOD OF TRADING
ENDING ON 31st JULY 2003

REPORT OF THE DIRECTORS

The directors submit their Report and Accounts for the period ending 31st July 2003

The company was incorporated on 12th July 2002

PRINCIPAL ACTIVITY

The principal activity of the company is that of hair design predominantly, but not exclusively for a female clientele.

DIRECTORS

The directors of the company during the year and their beneficial interest in the shares of the company were as follows.

	No of ordinary shares held
Mrs W.Peddie	1 Share

STATEMENT OF DIRECTORS RESPONSIBILITIES

Company law requires the directors to prepare accounts 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 these accounts, the directors are required to-
select suitable accounting policies and then apply them consistently
make judgments and estimates that are reasonable and prudent
follow applicable standards subject to any material departures disclosed and explained in the Accounts.

prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business

the directors are responsible for maintaining 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 Accounts 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.

In preparing the above report, the directors have taken advantage of special exemptions applicable to small companies.

Approved by the Board of Directors and signed on behalf of the Board on 8 July 2004

A. C Accounting

A.G.ACCOUNTING
COMPANY SECRETARY

ORGANZA' HAIR SALON LIMITED
PROFIT & LOSS ACCOUNT IN RESPECT OF THE FIRST PERIOD OF TRADING
(1.11.02-31.7.2003)

	Notes	2003
		£
TURNOVER		36848
BANK INTEREST RECEIVED		<u>47</u>
		36895
DIRECTOR'S REMUNERATION	2	3483
OTHER OVERHEAD COSTS		<u>28843</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		4569
TAX ON PROFIT ON ORDINARY ACTIVITIES		0
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<u>4569</u>
REVENUE RESERVES CARRIED FORWARD		4569

ORGANZA' HAIR SALON LIMITED
PROFIT & LOSS ACCOUNT IN RESPECT OF THE FIRST PERIOD OF TRADING
(1.11.02-31.7.2003)

	Notes	2003
		£
TURNOVER		36848
BANK INTEREST RECEIVED		<u>47</u>
		36895
DIRECTOR'S REMUNERATION	2	3483
OTHER OVERHEAD COSTS		<u>28843</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		4569
TAX ON PROFIT ON ORDINARY ACTIVITIES		0
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<u>4569</u>
REVENUE RESERVES CARRIED FORWARD		4569

ORGANZA' HAIR SALON LIMITED
BALANCE SHEET AS AT 31st JULY 2003

	Notes	£	£	2003 £
Formation Expenses				180
<u>CURRENT ASSETS</u>				
Stock in Hand		500		
Sundry Debtors		417		
Bank		<u>6905</u>	7822	
<u>CURRENT LIABILITIES</u>				
Trade & Sundry Creditors	3	575		
Loan Advance-W.Peddie		<u>2857</u>	<u>3432</u>	<u>4390</u>
NET WORTH				<u>4570</u>
 REPRESENTED BY				
Issued Share Capital	4			1
Reserves				<u>4569</u>
				<u>4570</u>

The directors have:

- a)taken advantage of the Companies Act 1985 in not having these accounts audited under Section 249A(1).
- b)confirmed that no notice has been deposited under Section 249B(2) of the Companies Act 1985.
- c)acknowledged their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985.
- d)acknowledged their responsibilities for preparing accounts which give a true and fair view of the company and of its profit for the year then ended in accordance with the requirements of Section 226 of the Companies Act 1985 and which otherwise comply with the requirements of this Act relating to accounts as far as applicable to this company.

"The accounts are prepared in accordance with the special provisions of Part V11 of the Companies Act relating to small companies(Section 246(8) of the Act)".

W. Peddie
MRS W.PEDDIE

DIRECTOR
8TH JULY 2004

ORGANZA' HAIR SALON LIMITED

NOTES TO THE ACCOUNTS IN RESPECT OF THE PERIOD ENDING 31ST AUGUST 2003

1.ACCOUNTING POLICIES

(a) Basis of Accounting

The Accounts are prepared under the historical cost basis of accounting

(b) Cash Flow

The Accounts do not include a cash flow statement because the company, as a small reporting entity is exempt from the requirement to prepare such a statement under Financial Reporting 1 'Cash Flow Statements'.

(c) Turnover represents invoiced sales for the year adjusted for opening and closing debtors,including V.A.T.

(d) Tangible Fixed Assets

Depreciation is provided so as to write down the cost of tangible fixed assets to their estimated residual value over their expected useful lives on the reducing balance basis as follows.

Salon Equipment	25%
-----------------	-----

(e) Deferred taxation is provided on the liability method at the corporation tax rate ruling at the year end to take account of timing differences between capital allowances claimed for taxation purposes and the charge for depreciation for accounts purposes other than those timing differences which can reasonably be expected to continue in the foreseeable future.

2.STAFF COSTS

The charge for staff costs includes the following

	2003
	£
Directors Remuneration	3483

ORGANZA' HAIR SALON LIMITED
NOTES TO THE ACCOUNTS IN RESPECT OF THE PERIOD ENDED 31ST AUGUST 2003

3.CREDITORS.AMOUNTS FALLING DUE WITHIN ONE YEAR	2003
	£
Trade Creditors	117
Sundry Creditors	458
Loan Advance-W.Peddie	<u>2857</u>
	3432
4.SHARE CAPITAL	£
Authorized	
100 Ordinary Shares of £1 each	10000
Alloted,called up and fully paid	1
100 Ordinary Shares of £1 each	

Organza' Hair Salon Limited**Trading & Profit & Loss Account in respect of the period ending 31 July 2003**

Sales Income		£ 36848
	£	
Salon Purchases	4705	
Director's Remuneration	3483	
Wages incl. Employers N.I.	<u>14608</u>	<u>22796</u>
GROSS PROFIT		14052
<u>Overheads</u>	£	
Rent & Rates	5685	
Heat, Light & Telephone	1103	
Printing, Stationery, Advertising & Posts	96	
Repairs & Renewals	380	
Accountancy	500	
Insurance	210	
General Expenses	<u>1556</u>	<u>9530</u>
Net Trading Profit		4522
Bank Interest Received		<u>47</u>
Net Profit		<u>4569</u>