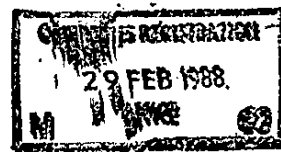


TURNBULL AND ASSER (HOLDINGS) LIMITED

DIRECTORS' REPORT AND ACCOUNTS

2 MAY 1987

1066321



*Price Waterhouse*



TURNBULL AND ASSER (HOLDINGS) LIMITED

DIRECTORS' REPORT

The directors present their report and the audited accounts of the company for the 52 weeks ended 2 May 1987.

REVIEW OF THE BUSINESS

There has been no significant change in the activities of the company which continues to act as a holding company for a group which trades as shirtmakers and clothiers.

The results for the 52 weeks are shown in the annexed profit and loss account. No dividend has been paid and the loss for the 52 weeks of £21,467 has been transferred from reserves.

DIRECTORS AND THEIR INTERESTS

The following were directors during the year:

BL Walsh	(appointed 30 June 1986)
KT Williams	
PE Cuss	
JB Tuffney	
MB Grafton	(appointed 2 March 1987)
A Somji	(resigned 2 March 1987)
AJB Mawdesley	(resigned 28 July 1986)
WA Craddock	(resigned 28 July 1986)
LF Drewitt	(resigned 28 July 1986)
TR Smith	(resigned 1 June 1986)

The directors have no beneficial interest in the ordinary shares of House of Fraser plc.


DONATIONS

There were no charitable or political contributions made by the company.

AUDITORS

The auditors, Price Waterhouse, have indicated their willingness to continue in office and a resolution concerning their re-appointment will be proposed at the Annual General Meeting.

By Order of the Board

  
Secretary

27 July 1987

# *Price Waterhouse*



## AUDITORS' REPORT TO THE MEMBERS OF TURNBULL AND ASSER (HOLDINGS) LIMITED

We have audited the financial statements on pages 3 to 7 in accordance with approved Auditing Standards.

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 2 May 1987 and of its loss for the year then ended and comply with the Companies Act 1985.

*Price Waterhouse* .  
Chartered Accountants

27 July 1987

TURNBULL AND ASSER (HOLDINGS) LIMITED

PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 2 MAY 1987

	<u>Note</u>	Year ended <u>2 May 1987</u> £	15 months ended <u>3 May 1986</u> £
Other operating income - management fees		150,000	243,125
Administrative expenses		<u>(169,467)</u>	<u>(230,798)</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	2	(19,467)	12,327
Taxation	3	<u>(2,000)</u>	<u>(4,972)</u>
LOSS FOR THE FINANCIAL YEAR		(21,467)	7,355
PROFIT AND LOSS ACCOUNT BROUGHT FORWARD		<u>169,158</u>	<u>161,803</u>
PROFIT AND LOSS ACCOUNT CARRIED FORWARD		<u>147,691</u>	<u>169,158</u>

TURNBULL AND ASSER (HOLDINGS) LIMITED

BALANCE SHEET - 2 MAY 1987

	<u>Note</u>	<u>1987</u>	<u>1986</u>
		£	£
<b>FIXED ASSETS</b>			
Investments	4	348,679	373,439
<b>CURRENT ASSETS</b>			
Debtors	5	467,113	443,139
Cash at bank and in hand		<u>3,263</u>	<u>5,366</u>
		470,396	448,505
<b>CREDITORS (amounts falling due within one year)</b>	6	<u>(319,839)</u>	<u>(301,241)</u>
<b>NET CURRENT ASSETS</b>		<u>150,557</u>	<u>147,264</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>499,236</u>	<u>520,703</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	7	604	604
Share premium account		320,741	320,741
Capital redemption reserve		30,200	30,200
Profit and loss account		<u>147,691</u>	<u>169,158</u>
		<u>499,236</u>	<u>520,703</u>

Approved by the Board on

27 July 1987

KT Williams )  
MB Grafton ) DIRECTORS

*[Handwritten signature]*

*Michael Israfta*

TURNBULL AND ASSER (HOLDINGS) LIMITED

NOTES TO THE ACCOUNTS - 2 MAY 1987

1 ACCOUNTING POLICIES

Basis of accounts

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

Consolidated accounts have not been prepared as permitted by Section 229(2) of the Companies Act 1985, because the company is a wholly owned subsidiary of House of Fraser plc, a company registered in Great Britain.

2 LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION

Loss on ordinary activities before taxation is stated after charging:

	<u>1987</u>	<u>1986</u>
	£	£
Directors fees	99,504	72,242
Pension costs	25,447	9,660
Auditors remuneration	-	-

The highest paid director received £38,754 (1986: £38,825).

The auditors remuneration was borne by Turnbull & Asser Limited.

The chairman's emoluments were £Nil (1986: £38,825).

The range of directors' emoluments and the number of directors within each range was:

	<u>1987</u>	<u>1986</u>
£0 - £5,000	6	7
£10,001 - £15,000	1	-
£15,001 - £20,000	1	1
£20,001 - £25,000	1	-
£30,001 - £35,000	-	1
£35,001 - £40,000	1	-

3 TAXATION CHARGED ON ORDINARY ACTIVITIES

	<u>1987</u>	<u>1986</u>
	£	£
UK Corporation Tax at 35% on taxable profits	<u>2,000</u>	<u>4,972</u>

TURNBULL AND ASSER (HOLDINGS) LIMITED

NOTES TO THE ACCOUNTS - 2 MAY 1987 (continued)

4 INVESTMENTS

	£
Shares in group companies	
Cost at 3 May 1986	373,439
Additions	-
Disposals	<u>-</u>
Cost at 2 May 1987	373,439
Provision for deficiency in net assets	<u>(24,760)</u>
Net investments at 2 May 1987	<u>348,679</u>
Net investments at 3 May 1986	<u>373,439</u>

Shareholdings in subsidiary companies, expressed as a percentage of issued ordinary share capital, are as follows:

<u>Name of subsidiary</u>	<u>Held by Turnbull &amp; Asser (Holdings) Limited</u>	<u>Nature of business</u>	<u>Country of incorporation</u>
Turnbull and Asser Limited	100%	Shirtmaker	England
Eagle Shirt Company Limited	100%	Non trading	England

In the opinion of the directors, the value of the company's investments in its subsidiaries is not less than the amount at which they are stated in the balance sheet.

5 DEBTORS

	<u>1987</u>	<u>1986</u>
	£	£
Amounts owed by group companies	464,198	424,198
Other debtors	2,915	2,762
Other taxes and social security costs	<u>-</u>	<u>16,179</u>
	<u>467,113</u>	<u>443,139</u>

TURNBULL AND ASSER (HOLDINGS) LIMITED

NOTES TO THE ACCOUNTS - 2 MAY 1987 (continued)

6 CREDITORS (amounts falling due within one year)

	<u>1987</u> £	<u>1986</u> £
Amounts owed to group companies	309,683	268,212
Taxation	-	3,972
Group relief payable	2,000	1,000
Other taxes and social security costs	5,197	12,483
Other creditors	<u>2,959</u>	<u>15,574</u>
	<u>319,839</u>	<u>301,241</u>

7 CALLED UP SHARE CAPITAL

	<u>1987</u> £	<u>1986</u> £
Authorised:		
Ordinary shares of £1 each fully paid	<u>31,000</u>	<u>31,000</u>
Allotted, issued and fully paid:		
Ordinary shares of £1 each	<u>604</u>	<u>604</u>

8 EMPLOYEES

There were no employees other than directors during the year (1986 - Nil).

9 ULTIMATE HOLDING COMPANY

The ultimate holding company is Alfayed Investment and Trust SA a company incorporated in Liechtenstein. The registered and beneficial owners of the whole of the issued share capital of that company are Messrs M Al-Fayed, A Fayed and S Fayed.