



BB (UK) LIMITED  
Financial Statements  
For the period ended 31 March 2013



BB (UK) LIMITED

BALANCE SHEET AS AT 31 MARCH 2013

In GBP

Note No. 31.03.2013 31.03.2012

**EQUITY AND LIABILITIES**

**Shareholders' Funds**

Share capital	1.1	54,557	54,557
Reserves and surplus	1.2	149,390	163,240
		<u>203,947</u>	<u>217,797</u>

**Non-current Liabilities**

Long-term borrowings	1.3		
Deferred tax liabilities (Net)	1.4	11,163	11,163
Other Long-term liabilities	1.5		
Long-term provisions			
		<u>11,163</u>	<u>11,163</u>

**Current Liabilities**

Short-term borrowings			
Trade payables			
Other current liabilities	1.6	2,022,202	1,229,398
Short-term provisions	1.7	12,000	79,327
		<u>2,034,202</u>	<u>1,308,725</u>

TOTAL 2,249,312 1,537,685

**ASSETS**

**Non-current Assets**

Fixed Assets :			
Tangible assets	1.8	51,192	51,644
In-tangible assets	1.8	24,727	
Capital work-in-progress			
		<u>75,919</u>	<u>51,644</u>
Non-current Investments	1.9		
Long-term loans and advances			
Other current assets	1.10		

**Current Assets**

Current Investments			
Inventories	1.11	818,837	804,926
Trade receivables	1.12	1,217,832	700,515
Cash and cash equivalents	1.13	58,812	(205,261)
Short-term loans and advances	1.14	77,912	185,861
Other current assets			
		<u>2,173,393</u>	<u>1,486,041</u>

TOTAL 2,249,312 1,537,685

We approve the financial information which comprises the profit and loss account, balance sheet and the related notes. We acknowledge our responsibility for the financial information and confirm that we have made available all relevant information for their presentation.

The financial statements were approved by the board on 01 May 2013 and were signed on its behalf by

Director



NOTES ON ACCOUNTS AND SIGNIFICANT ACCOUNTING POLICIES

' 1' and ' 2 '

-- 2 --

*In GBP*

31.03.2013    31.03.2012

**NOTE '1' - NOTES ON ACCOUNTS**

**1.1 Share Capital**

Authorised :

1,000,000	Equity shares of GBP 1 eaach	1,000,000	1,000,000
	9.5% Redeemable Cumulative		
300,000	Preference shares of GBP 1 each	300,000	300,000
		<u>1,300,000</u>	<u>1,300,000</u>

Issued, Subscribed and fully paid :

1,000	Equity shares of GBP 1 eaach		
50,000	Equity shares of GBP 1 eaach	50,000	50,000
	Share premium	4,557	4,557
		<u>54,557</u>	<u>54,557</u>

**1.2 Reserve and Surplus**

Capital Reserve

Transfer from this year

Balance as per last Account

0

Export Profit Reserve

Balance as per last Account

General Reserve

Balance as per last Account

163,240    52,050

Add : Transfer from Profit and Loss Account

(13,850)    111,190

149,390    163,240

Surplus - Opening balance

Add : Net profit after tax transferred from  
Statement of Profit and Loss

Amount available for appropriation

Appropriations :

Proposed Dividend

Tax on Proposed Dividend

Amount transferred to General Reserve

Balance in Profit and Loss account

149,390    163,240

*In GBP*

	<u>31.03.2013</u>	<u>31.03.2012</u>
<b>1.3 Non-current Liabilities</b>		
Long-term borrowings :		
Term loans from Banks :		
Axis Bank Ltd		
Cash Credit Account		
(secured by first charge on all the		
current assets and equitable mortgage		
extended over the Company's property		
at Prabhadevi, Mumbai and exclusive		
charge on entire moveable fixed assets		
except vehicles)		
Citi Bank Ltd :		
Term Loan		
(secured by hypothecation of a car) -		
(Refer to Note '1.24')		
From Others :		
(secured by hypothecation of a car) -		
(Refer yo Note '1.24')		
Fixed Deposits (unsecured) :		
From related parties		
From others		
<b>1.4 Deferred tax liabilities</b>		
Deferred tax liability :		
Depreciation on fixed assets	11,163	11,163
Deferred tax assets :		
On expenses debited to the Profit and Loss		
Account during the year but allowable as		
deductible expenses for tax purpose in the		
subsequent years as reduced by the claim		
allowable in the current year in respect		
of such expenses on payment basis		
	11,163	11,163
<b>1.5 Other Long-term liabilities</b>		
Gratuity obligation (Refer to Note '1.25')		
Security deposits		
For rental of property		
From dealers		
	0	0
<b>1.6 Other current liabilities</b>		
Current maturity of long term debt		
Current maturity of finance lease obligations		
Interest accrued and not due on borrowings		
Interest accrued and due on borrowings		
Income received in advance	231,315	215,375
Unpaid dividends		
Security deposits		
Other liabilities	1,790,887	1,014,023
	2,022,202	1,229,398
<b>1.7 Short-term Provisions</b>		
Proposed dividend		
Provision for :		
Tax on proposed dividend		
Income taxes	12,000	79,327
	12,000	79,327

*In GBP*

31.03.2013    31.03.2012

**1.9 Current Investments**

(at cost, fully paidup) - Unquoted  
National Savings Certificate  
Subsidiary Company - 1000 ordinary shares  
of £ 1 each of BB (UK) Limited

0                      0

(National Savings Certificate is held in the name of  
an employee of the Company and is under lien of  
the sales tax authorities of Rajasthan)

**1.10 Other non-current assets (refer Note '1.23')**

(see Note '4' of 2011)

**1.11 Inventories**

(As valued and certified by the management and  
at lower of cost or net realisable value)

Stock-in-trade  
Stores and spares

818,837                      804,926

818,837                      804,926

**1.12 Trade receivables**

Debts outstanding for a period exceeding six months

Unsecured, considered good

471,403                      700,515

Other debts

Unsecured, considered good

746,429

1,217,832                      700,515

**1.13 Cash and cash equivalents**

Balances with banks in:

Current accounts  
Deposit accounts  
Deposit account (earmarked against  
repayment of public deposits)  
Unpaid dividend accounts  
Cheques, drafts on hand  
Cash on hand

55,812                      (207,261)

3,000                      2,000

58,812                      (205,261)

**1.14 Short-term loans and advances**

(Unsecured, considered good)

Advances to related parties

Advances to others

Prepaid expenses  
Advance Income taxes and Wealth tax  
(Refer Note '1.22')

67,562

Loans and advances to employees  
Advance with Customs authorities HM R & C  
(Refer Note '1.22')

6,035                      167,993

4,315                      17,868

77,912                      185,861

**1.8 - Fixed Assets**

*In GBP*

Particulars	GROSS BLOCK - AT COST				DEPRECIATION				NET BLOCK	
	As at 01.04.2012	Additions	Sales / Adjustments	As at 31.03.2013	Upto 01.04.2012	For the year	Adjusted	Upto 31.03.2013	As at 01.04.2012	As at 31.03.2013
Tangible Assets :										
Building										
Spa Equipment										
Air-conditioning Plant & Units										
Furniture, Fixtures & Fittings	69,212	23,853		93,065	17,568	24,305		41,873	51,644	51,192
Motor Vehicles										
Electrical Fittings										
Office Equipment										
	69,212	23,853	-	93,065	17,568	24,305	-	41,873	51,644	51,192
Intangible Assets :										
Web site fila.co.uk		24,727		24,727				-		24,727
TOTAL	-				-					24,727
TOTAL (Previous year)	69,212	48,580		117,792	17,568				51,644	75,919

BB (UK) LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE NINE MONTHS ENDING 31 MARCH 2013

In GBP

	Note No.	For Quarter Ending 31-Mar-13	For 12 Months 31-Mar-13	Year ended 31.03.2012
<b>Income</b>				
Revenue from operations	1.15	2,063,738	6,341,376	10,265,013
Other Income	1.16	0	0	0
<b>Total Revenue</b>		<b>2,063,738</b>	<b>6,341,376</b>	<b>10,265,013</b>
<b>Expenses</b>				
Purchase of Stock-in-Trade		1,775,386	4,240,694	8,027,284
Changes in Stock-in-Trade	1.17	(331,207)	(13,911)	(743,807)
Employee benefits expense	1.18	160,274	683,202	779,449
Finance costs	1.19	1,473	7,307	1,835
Depreciation	1.8	6,754	24,305	17,568
Other expenses	1.20	468,011	1,433,897	1,995,032
<b>Total expenses</b>		<b>2,080,691</b>	<b>6,375,494</b>	<b>10,077,561</b>
<b>Profit before tax</b>		(16,953)	(34,118)	187,452
Tax expense :				/ (76,262)
Current tax				
Deferred tax				
Release of provision of tax for earlier years		20,268	20,268	
<b>Profit for the period after tax adjustments</b>		<b>3,315</b>	<b>(13,850)</b>	<b>111,190</b>
Basic and Diluted Earnings per equity share	1.21			

*In GBP*

	For Quarter Ending 31-Mar-13	For 12 Months 31-Mar-13	Year ended 31.03.2012
<b>1.15 Revenue from Operations</b>			
Sale of products (Note '1.28')	2,063,738	6,341,376	10,265,013
Sale of services (Note '1.29')			
(Sales of products and services are reported net of trade and turnover discounts to dealers and commission on consignment sales)			
	<u>2,063,738</u>	<u>6,341,376</u>	<u>10,265,013</u>
<b>1.16 Other Income</b>			
Interest received on deposits with banks			
Dividends received on investments in mutual fund units			
Net gain/(loss) on sale of investments			
Licence fees (Rental income)			
Miscellaneous income			
	<u>0</u>	<u>0</u>	<u>0</u>
<b>1.17 Changes in Stock-in-Trade</b>			
Opening stock			
Products	487,630	804,926	61,319
Spares			
Closing stock			
Products	818,837	818,837	804,926
Spares			
Increase in stock	<u>(331,207)</u>	<u>(13,911)</u>	<u>(743,607)</u>
<b>1.18 Employee benefits expense</b>			
(refer to Note '1.26(a)')			
Salaries and wages (including bonus and gratuity)	160,274	663,202	779,449
Contributions to :			
Provident, Family Pension and other Funds			
Employees State Insurance Scheme			
Superannuation Scheme			
Staff welfare expenses			
	<u>160,274</u>	<u>663,202</u>	<u>779,449</u>
<b>1.19 Finance costs</b>			
Interest expense (Bank loans and Fixed Deposits)	1,473	7,307	1,835
Other borrowing costs			
	<u>1,473</u>	<u>7,307</u>	<u>1,835</u>



*in GBP*

	For Quarter Ending 31-Mar-13	For 12 Months 31-Mar-13	Year ended 31.03.2012
<b>1.20 Other expenses</b>			
Stores and packing materials consumed			
Power and fuel			
Rent	19,425	38,850	121,400
Repairs to Buildings		0	
Repairs - Others		953	2,104
Insurance	7,301	28,965	13,240
Rates and taxes	19,557	77,798	68,336
Transportation charges			
Travelling and conveyance	37,081	128,348	224,626
Advertisement and Publicity	30,624	178,939	187,133
Sublicence fee	209,212	419,950	761,306
Commission and brokerage	4,992	15,222	67,050
Directors fees			
Professional, Legal and consultancy charges (Note '1.26(b)')	90,019	323,500	316,878
Auditors' remuneration (Note '1.27')	1,750	11,875	9,053
Other expenses			
Sales Tax paid			
Warehouse	3,043	36,089	10,099
Head office costs	32,897	119,351	180,760
Printing & stationery	4,188	14,273	6,008
Postage, Telephone	7,922	39,784	27,030
Goodwill amortised			
Bad debts written off			
	<u>468,011</u>	<u>1,433,697</u>	<u>1,995,032</u>
<b>1.21 Earnings per equity share</b>			
Net profit after Taxation (in GBP)			
Weighted average number of equity shares			
Earnings per equity share (in GBP)			
Normal value per equity share (in GBP)			
<b>1.22 Contingent Liabilities (to the extent not provided for)</b> <i>(see Notes '1' of 2011)</i>			
Claims against the Company not acknowledged as debt			
Guarantees and Letters of credit			
Other money for which the company is contingently liable			
<b>1.23 Other Commitments</b> <i>(see Notes '4' of 2011)</i>			
<b>1.24 Finance Leases</b> <i>(see Notes '6' (a) and (b) of 2011)</i>			
<b>1.25 Gratuity obligation</b> <i>(see Notes '10' of 2011)</i>			

*In GBP*

	For Quarter Ending 31-Mar-13	For 12 Months 31-Mar-13	Year ended 31.03.2012
<b>1.26 Particulars of Directors' remuneration</b>			
(a) Wholetime Directors			
Salary, bonus and allowances	46,576	151,932	160,056
Contribution to Provident, Pension and Superannuation Fund			
	46,576	151,932	160,056
(b) Professional, Legal and Consultancy charges include Rs.....lakh (2010-11 - Rs. 60 lakh) paid as consultancy charges to a Non-Wholetime Director.			
	12,000	47,460	0
<b>1.27 Auditors remuneration</b>			
Audit fee	1,750	11,875	9,053
Tax Audit fee			
Certification fee and charges			
Service Tax on fees			
Branch Auditor :			
Audit fee			
Tax Audit fee			
Service Tax on fees			
	1,750	11,875	9,053
<b>1.28 Particulars of goods traded in</b>		<b>Purchases</b>	<b>Sales</b>
Sports goods		2,465,308	4,277,638
Fitness equipment			
Spares			
		2,465,308	4,277,638
(Previous year figures are in brackets)			
<b>1.29 Particulars of services rendered</b>			
Maintenance of Fitness Equipment		--	
(Previous year figures are in brackets)			
<b>1.30 Foreign currency transactions</b>			
CIF value of imports :			
Goods trade in		--	
Spares		--	
Capital goods		--	
Expenditure in foreign currency (on payments basis):			
Royalty		--	
Sublicense fee		--	
Travelling expenses		--	
Investment in shares (subsidiary company)		--	
Earnings in foreign exchange (on receipts basis):			
FOB value of goods		--	
Service charges received		--	

**Accountants' Report on the financial statements to the directors of**

**BB (UK) LTD**

In order to assist you to fulfil your duties under the Companies Act 2006, we have reviewed the accounts of BB (UK) Ltd for the period ended 31 March 2013 which comprise of the Balance Sheet and the Profit and Loss Accounts from the Company's accounting records and from information and explanations you have given to us.

As a practising member of The Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements

This report is made to the company's board of directors in accordance with the terms of our engagement. Our work has been undertaken solely to review for your approval the accounts of BB (UK) Ltd and state those matters that we have agreed to state to the company's board of directors, as a body, in this report, in accordance with the requirements of The Association of Chartered Certified Accountants. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's board of directors for our work or for this report.

You have acknowledged that it is your duty to ensure that the company has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position of BB (UK) Ltd.

*SRV Delson*

**SRV Delson**  
Chartered Certified Accountants  
And Registered Auditors  
KBC Harrow Exchange  
2 Gayton Road  
Harrow  
HA1 2XU

Date: 1 May 2013