

REGISTERED NUMBER: 00176283 (England and Wales)

**STRATEGIC REPORT, REPORT OF THE DIRECTORS AND
AUDITED FINANCIAL STATEMENTS
FOR THE PERIOD 27 JANUARY 2013 TO 1 FEBRUARY 2014
FOR
BODGERS OF ILFORD LIMITED**

THP Limited
Chartered Accountants
and Registered Auditors
34-40 High Street
Wanstead
London
E11 2RJ

WEDNESDAY



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30/04/2014
COMPANIES HOUSE

#79

BODGERS OF ILFORD LIMITED (REGISTERED NUMBER: 00176283)

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FOR THE PERIOD 27 JANUARY 2013 TO 1 FEBRUARY 2014**

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BODGERS OF ILFORD LIMITED

**COMPANY INFORMATION
FOR THE PERIOD 27 JANUARY 2013 TO 1 FEBRUARY 2014**

DIRECTORS:	B H Dreesmann D F James M Syed
SECRETARY:	M Syed
REGISTERED OFFICE:	472-488 Brixton Road Brixton London SW9 8EH
BUSINESS ADDRESS:	1-12 Station Road Ilford Essex IG1 4DP
REGISTERED NUMBER:	00176283 (England and Wales)
AUDITORS:	THP Limited Chartered Accountants and Registered Auditors 34-40 High Street Wanstead London E11 2RJ
BANKERS:	Barclays Bank plc Clapham Common Group 83 Wandsworth High Street London SW18 2PR

**STRATEGIC REPORT
FOR THE PERIOD 27 JANUARY 2013 TO 1 FEBRUARY 2014**

The directors present their strategic report for the period 27 January 2013 to 1 February 2014

REVIEW OF BUSINESS

Total store sales, including Concessions and VAT, increased by 15.4% to £6,038,214 (2013 - £5,234,069). A profit of £157,995 (2013 - £74,376) was achieved, against which a tax charge of £31,836 (2013 - £17,408) has been made.

The company's key performance indicators are as follows:

	<u>2013/14</u>	<u>2012/13</u>
	<u>%</u>	<u>%</u>
Gross profit expressed as a percentage of turnover	50.33	50.83
Payroll costs expressed as a percentage of turnover	26.56	30.01

The results for the financial period relate to a 53 week year, as compared with 52 weeks for the previous year. Own Trade Turnover (net of VAT) benefited by £61,335 as a result of the inclusion of this additional week. The reported profit before tax benefited by £32,004 from the inclusion of week 53.

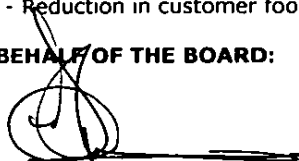
The store benefited from a successful Mega-Sale in February/March 2013. Unfortunately, the benefits arising therefrom dissipated as a result of a major copper theft which disabled the Company's air conditioning system, resulting in lost sales during the Summer and increased repair and security costs.

PRINCIPAL RISKS AND UNCERTAINTIES

The primary risks to which the company is exposed are common to all major retailers and are:

- Risk of major damage to the store, caused by fire, flood or other disaster, and
- Reduction in customer footfall arising from a change in the make-up of the local environment

ON BEHALF OF THE BOARD:



D F James - Director

3 April 2014

**REPORT OF THE DIRECTORS
FOR THE PERIOD 27 JANUARY 2013 TO 1 FEBRUARY 2014**

The directors present their report with the financial statements of the company for the period 27 January 2013 to 1 February 2014

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of a Department Store

DIVIDENDS

The Directors do not recommend the payment of a final dividend for the period. An interim dividend was paid of £50,000 (2013 - £100,000), leaving a surplus of £76,159 (2013 - deficit of £43,032) to be added to retained profits

FUTURE DEVELOPMENTS

The Directors are confident that continued focus on the key management policies will strengthen the financial position of the Company during the ensuing period

DIRECTORS

The directors shown below have held office during the whole of the period from 27 January 2013 to the date of this report

B H Dreesmann
D F James
M Syed

CREDITORS

It is the Company's policy to settle purchase ledger liabilities promptly, in order to maximise settlement discount. Outstanding purchase ledger liabilities at the balance sheet date represented 26 days credit (2013 - 36 days)

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information

ON BEHALF OF THE BOARD:



D F James - Director

3 April 2014

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF BODGERS OF ILFORD LIMITED

We have audited the financial statements of Bodgers of Ilford Limited for the period ended 1 February 2014 on pages five to thirteen. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Strategic Report and the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 1 February 2014 and of its profit for the period then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.



Christopher Johnson FCA (Senior Statutory Auditor)
for and on behalf of THP Limited
Chartered Accountants
and Registered Auditors
34-40 High Street
Wanstead
London
E11 2RJ

3 April 2014

BODGERS OF ILFORD LIMITED (REGISTERED NUMBER: 00176283)**PROFIT AND LOSS ACCOUNT
FOR THE PERIOD 27 JANUARY 2013 TO 1 FEBRUARY 2014**

	Notes	period 27.1.13 to 1.2.14 £	period 29.1.12 to 26.1.13 £
TOTAL STORE SALES		6,038,214	5,234,069
Less Concession Sales		(773,119)	(707,839)
VAT on Own Trade Sales		<u>(875,345)</u>	<u>(752,368)</u>
TURNOVER	2	4,389,750	3,773,862
Cost of sales		<u>2,180,300</u>	<u>1,855,589</u>
GROSS PROFIT		2,209,450	1,918,273
Distribution costs		101,429	93,566
Administrative expenses		<u>2,096,296</u>	<u>1,898,812</u>
		2,197,725	<u>1,992,378</u>
		11,725	(74,105)
Rental income		10,640	10,440
Concession income		<u>135,630</u>	<u>138,041</u>
OPERATING PROFIT and PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	4	157,995	74,376
Tax on profit on ordinary activities	5	<u>31,836</u>	<u>17,408</u>
PROFIT FOR THE FINANCIAL PERIOD	13	<u>126,159</u>	<u>56,968</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current period or previous period

TOTAL RECOGNISED GAINS AND LOSSES

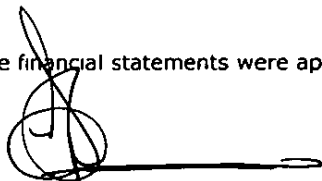
The company has no recognised gains or losses other than the profits for the current period or previous period

The notes form part of these financial statements

BODGERS OF ILFORD LIMITED (REGISTERED NUMBER: 00176283)**BALANCE SHEET
1 FEBRUARY 2014**

	Notes	2014 £	2013 £
FIXED ASSETS			
Tangible assets	7	41,821	54,640
CURRENT ASSETS			
Stocks	8	669,674	610,482
Debtors	9	136,888	57,566
Cash at bank		<u>895,263</u>	<u>980,529</u>
		1,701,825	1,648,577
CREDITORS			
Amounts falling due within one year	10	<u>575,403</u>	<u>611,133</u>
NET CURRENT ASSETS		<u>1,126,422</u>	<u>1,037,444</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,168,243</u>	<u>1,092,084</u>
CAPITAL AND RESERVES			
Called up share capital	12	50,000	50,000
Profit and loss account	13	<u>1,118,243</u>	<u>1,042,084</u>
SHAREHOLDERS' FUNDS	18	<u>1,168,243</u>	<u>1,092,084</u>

The financial statements were approved by the Board of Directors on 3 April 2014 and were signed on its behalf by



D F James - Director

The notes form part of these financial statements

BODGERS OF ILFORD LIMITED (REGISTERED NUMBER. 00176283)

**CASH FLOW STATEMENT
FOR THE PERIOD 27 JANUARY 2013 TO 1 FEBRUARY 2014**

		period 27.1.13 to 1.2.14 £	period 29 1 12 to 26 1 13 £
Net cash (outflow)/inflow from operating activities	Notes 1	(18,146)	234,025
Taxation		(13,046)	(33,964)
Capital expenditure	2	(4,074)	(50,757)
Equity dividends paid		(50,000)	(100,000)
(Decrease)/increase in cash in the period		<u>(85,266)</u>	<u>49,304</u>

Reconciliation of net cash flow to movement in net funds	3		
(Decrease)/increase in cash in the period		<u>(85,266)</u>	<u>49,304</u>
Change in net funds resulting from cash flows		<u>(85,266)</u>	<u>49,304</u>
Movement in net funds in the period		<u>(85,266)</u>	<u>49,304</u>
Net funds at 27 January		<u>980,529</u>	<u>931,225</u>
Net funds at 1 February		<u>895,263</u>	<u>980,529</u>

The notes form part of these financial statements

**NOTES TO THE CASH FLOW STATEMENT
FOR THE PERIOD 27 JANUARY 2013 TO 1 FEBRUARY 2014**

1 RECONCILIATION OF OPERATING PROFIT TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES

	period 27.1.13 to 1.2.14 £	period 29.1.12 to 26.1.13 £
Operating profit	157,995	74,376
Depreciation charges	16,893	19,476
Movements in group company balances	24,045	16,382
Increase in stocks	(59,192)	(110,312)
Increase in debtors	(82,463)	(2,905)
(Decrease)/increase in creditors	(75,424)	237,008
Net cash (outflow)/inflow from operating activities	<u>(18,146)</u>	<u>234,025</u>

2 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	period 27.1.13 to 1.2.14 £	period 29.1.12 to 26.1.13 £
Capital expenditure		
Purchase of tangible fixed assets	<u>(4,074)</u>	<u>(50,757)</u>
Net cash outflow for capital expenditure	<u>(4,074)</u>	<u>(50,757)</u>

3 ANALYSIS OF CHANGES IN NET FUNDS

	At 27.1.13 £	Cash flow £	At 1.2.14 £
Net cash			
Cash at bank	<u>980,529</u>	<u>(85,266)</u>	<u>895,263</u>
	<u>980,529</u>	<u>(85,266)</u>	<u>895,263</u>
Total	<u>980,529</u>	<u>(85,266)</u>	<u>895,263</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 27 JANUARY 2013 TO 1 FEBRUARY 2014**

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards

Turnover

Turnover represents the amount of own trade goods sold and services provided to customers, excluding value added tax and concession sales

Tangible fixed assets

Depreciation is provided in order to write off each asset over its estimated useful life at the following rates

Fixtures and Fittings	- 15% - 16 66% on cost
Equipment	- 15% - 16 66% on cost
Computers	- 33 % on cost

Fixtures and Fittings over 15 years old and Computers and Equipment over 10 years old are eliminated from fixed assets, except in instances where they are known to be still in use

Items costing less than £500 are not capitalised but written off to the Profit and Loss Account as incurred

Stocks

Stock is valued at retail price and reduced by appropriate margins to the lower of cost and net realisable value, less a provision for slow moving stocks

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. Deferred tax assets are recognised when they are considered to be recoverable within the medium term

Pension

The Company is part of a group pension scheme. This scheme is a defined contribution pension scheme and the costs incurred by the Company are charged to the profit and loss account

2 TURNOVER

Turnover is derived from the Company's principal activity, trading as Bodgers Department Store in Ilford, Essex

3 STAFF COSTS

	period 27.1.13 to 01.2.14 £	period 29.1.12 to 26.1.13 £
Staff costs during the period (including directors' remuneration) amounted to		
Salaries and wages	1,061,029	1,032,580
Social security costs	90,187	88,475
Other pension costs	14,608	11,528
	<u>1,165,824</u>	<u>1,132,583</u>

The average number of employees during the period was

	Number	Number
Sales, Distribution and Other	55	54
Administration	15	13
	<u>70</u>	<u>67</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 27 JANUARY 2013 TO 1 FEBRUARY 2014

4 OPERATING PROFIT

	period 27.1.13 to 01.2.14 £	period 29 1 12 to 26 1 13 £
Depreciation - owned assets	16,893	19,476
Auditors' Remuneration - Audit	8,200	8,040
- Accounting services	17,200	18,340
Operating lease - Equipment	11,589	9,061
- Premises	<u>224,378</u>	<u>160,223</u>
Directors' remuneration	31,564	33,722
Directors' pension contributions (all Directors)	<u>7,530</u>	<u>3,760</u>

5 TAXATION**Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the period was as follows

	period 27.1.13 to 1.2.14 £	period 29 1 12 to 26 1 13 £
Current tax		
UK corporation tax	37,386	18,046
Under/(over) provision in prior year	<u>(8,691)</u>	<u>(4,715)</u>
Total current tax	28,695	13,331
Deferred tax	<u>3,141</u>	<u>4,077</u>
Tax on profit on ordinary activities	<u>31,836</u>	<u>17,408</u>

Factors affecting the tax charge

The tax assessed for the period is lower than the standard rate of corporation tax in the UK. The difference is explained below

	period 27.1.13 to 1.2.14 £	period 29 1 12 to 26 1 13 £
Profit on ordinary activities before tax	<u>157,995</u>	<u>74,376</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 23.17% (2013 - 24.33%)	36,608	18,096
Effects of		
Tax on capital allowances (versus depreciation)	680	(100)
Under/(over) provision in prior year	<u>(8,691)</u>	<u>(4,715)</u>
Disallowable expenses	<u>98</u>	<u>50</u>
Current tax charge	<u>28,695</u>	<u>13,331</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 27 JANUARY 2013 TO 1 FEBRUARY 2014

6	DIVIDENDS		period 27.1.13 to 1.2.14 £	period 29.1.12 to 26.1.13 £
		Ordinary shares of £1 each Interim	<u>50,000</u>	<u>100,000</u>
7	TANGIBLE FIXED ASSETS			
			Computers & Equipment £	Fixtures and fittings £
	COST			Totals £
	At 27 January 2013		184,237	254,168
	Additions		1,472	2,602
	Disposals		(3,099)	(6,714)
				(9,813)
	At 1 February 2014		<u>182,610</u>	<u>250,056</u>
	DEPRECIATION			
	At 27 January 2013		129,597	254,168
	Charge for period		16,459	434
	Eliminated on disposal		(3,099)	(6,714)
				(9,813)
	At 1 February 2014		<u>142,957</u>	<u>247,888</u>
	NET BOOK VALUE			
	At 1 February 2014		<u>39,653</u>	<u>2,168</u>
				<u>41,821</u>
	At 26 January 2013		<u>54,640</u>	<u>-</u>
				<u>54,640</u>
	The disposals arise primarily from the elimination of			
	Fixtures and Fittings - over 15 years old			
	Equipment - over 10 years old			
8	STOCKS		2014 £	2013 £
		Finished goods	<u>669,674</u>	<u>610,482</u>
9	DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		2014 £	2013 £
		Trade debtors	5,510	14,321
		Deferred tax asset	5,008	8,149
		Prepayments and accrued income	<u>126,370</u>	<u>35,096</u>
			<u>136,888</u>	<u>57,566</u>
10	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		2014 £	2013 £
		Trade creditors	407,448	459,361
		Corporation tax	18,695	3,046
		Other creditors	4,382	4,073
		Amount due to group companies	73,207	49,162
		Accruals and deferred income	<u>71,671</u>	<u>95,491</u>
			<u>575,403</u>	<u>611,133</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 27 JANUARY 2013 TO 1 FEBRUARY 2014

11 DEFERRED TAX

	£
Balance at 27 January 2013	(8,149)
Charge to profit and loss account during period	<u>3,141</u>
Balance at 1 February 2014	<u>(5,008)</u>

The Deferred Tax debtor balance arises in respect of accelerated depreciation (see Note 9)

12 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid Number	Class	Nominal value £1	2014 £	2013 £
50,000	Ordinary		<u>50,000</u>	<u>50,000</u>

13 RESERVES

	Profit and loss account £
At 27 January 2013	1,042,084
Profit for the period	126,159
Dividends	<u>(50,000)</u>
At 1 February 2014	<u>1,118,243</u>

14 ULTIMATE PARENT COMPANY

The company is a wholly owned subsidiary of Morleys Stores Limited, a company incorporated in Great Britain. Details of the ultimate controlling party can be found in the accounts of Morleys Stores Limited.

A copy of the group consolidated accounts may be obtained from the Group Company Secretary at 16 St Georges Road, Wimbledon, London SW19 4DP.

15 CONTINGENT LIABILITIES

The Company had no contingent liabilities at 1 February 2014 (2013 - £Nil) other than a cross guarantee in the form of a charge over the Company's assets, to the favour of the Group's principal Bankers, covering all borrowings and overdrafts by the Group from that Bank. At the period end there were no net group borrowings from the principal Bankers.

16 OTHER FINANCIAL COMMITMENTS

The company has the following operational commitments in the period to 01 February 2014

	2014 £	2013 £
On leases which expire over five years		
- Premises	<u>4,250</u>	<u>4,250</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 27 JANUARY 2013 TO 1 FEBRUARY 2014

17 RELATED PARTY DISCLOSURES

During the period, Morleys Stores Limited levied the following charge on the Company

	2014	2013
	£	£
Rent	<u>220,000</u>	<u>156,000</u>

Group Company balances at the period end consisted of
Creditors

<u>73,207</u>	<u>49,162</u>
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18 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2014	2013
	£	£
Profit for the financial period	126,159	56,968
Dividends	<u>(50,000)</u>	<u>(100,000)</u>
Net addition/(reduction) to shareholders' funds	76,159	(43,032)
Opening shareholders' funds	<u>1,092,084</u>	<u>1,135,116</u>
Closing shareholders' funds	<u><u>1,168,243</u></u>	<u><u>1,092,084</u></u>