

IOMA CLOTHING COMPANY LIMITED
ABBREVIATED ACCOUNTS
31 DECEMBER 2008



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COMPANIES HOUSE

EDWARDS VEEDER LLP

Chartered Accountants

Alex House

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IOMA CLOTHING COMPANY LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2008

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IOMA CLOTHING COMPANY LIMITED

ABBREVIATED BALANCE SHEET

31 DECEMBER 2008

	Note	2008	2007
		£	£
FIXED ASSETS	2		
Intangible assets		-	16,594
Tangible assets		<u>919,481</u>	<u>304,800</u>
		919,481	321,394
CURRENT ASSETS			
Stocks		495,409	759,604
Debtors		354,912	592,137
Cash at bank and in hand		<u>2,748</u>	<u>1,466</u>
		853,069	1,353,207
CREDITORS: Amounts falling due within one year		<u>827,882</u>	<u>1,117,385</u>
NET CURRENT ASSETS		<u>25,187</u>	<u>235,822</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		944,668	557,216
CREDITORS: Amounts falling due after more than one year		<u>108,349</u>	<u>49,432</u>
		<u>836,319</u>	<u>507,784</u>

The Balance sheet continues on the following page.

The notes on page 1 form part of these abbreviated accounts.

IOMA CLOTHING COMPANY LIMITED

ABBREVIATED BALANCE SHEET *(continued)*

31 DECEMBER 2008

	Note	2008 £	2007 £
CAPITAL AND RESERVES			
Called-up equity share capital	4	725	725
Revaluation reserve		655,315	-
Other reserves		275	275
Profit and loss account		180,004	506,784
SHAREHOLDERS' FUNDS		<u>836,319</u>	<u>507,784</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.


The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors and authorised for issue on 21/12/2009, and are signed on their behalf by:


E.L. LEVINSON


MR A THOMAS


P.M. LEVINSON


MR C BURTON

IOMA CLOTHING COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2008

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill	- Equal annual instalments over its estimated economic life of 5 years
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Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold Property	- Straight line over 50 years
Leasehold Property	- Straight line over the life of the lease
Plant & Machinery	- 20% Reducing Balance
Fixtures & Fittings	- 33.33% Reducing Balance
Motor Vehicles	- 25% Reducing Balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

IOMA CLOTHING COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2008

1. ACCOUNTING POLICIES *(continued)*

Finance lease agreements

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account on a straight line basis, and the capital element which reduces the outstanding obligation for future instalments.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

2. FIXED ASSETS

	Intangible Assets £	Tangible Assets £	Total £
COST OR VALUATION			
At 1 January 2008	124,453	656,733	781,186
Additions	–	5,994	5,994
Disposals	–	(39,915)	(39,915)
Revaluation	–	621,255	621,255
At 31 December 2008	124,453	1,244,067	1,368,520
DEPRECIATION			
At 1 January 2008	107,859	351,933	459,792
Charge for year	16,594	27,285	43,879
On disposals	–	(20,572)	(20,572)
Revaluation adjustment	–	(34,060)	(34,060)
At 31 December 2008	124,453	324,586	449,039
NET BOOK VALUE			
At 31 December 2008	–	919,481	919,481
At 31 December 2007	16,594	304,800	321,394

3. TRANSACTIONS WITH THE DIRECTORS

P. M. Levinson had an interest free loan during the year. The maximum amount of the loan during the year was £2,241. The amount owing at the year end was £2,241, (£2,241 2007).

IOMA CLOTHING COMPANY LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 DECEMBER 2008

4. SHARE CAPITAL**Authorised share capital:**

	2008	2007
	£	£
5,000 Ordinary shares of £1 each	<u>5,000</u>	<u>5,000</u>

Allotted, called up and fully paid:

	2008		2007	
	No	£	No	£
Ordinary shares of £1 each	<u>725</u>	<u>725</u>	<u>725</u>	<u>725</u>

5. POST BALANCE SHEET EVENTS

The company, during 2008 engaged Dixon Webb a firm of independent property consultants who revalued the property to £830,000. In April 2009 the company secured a long term loan of £400,000 which was used to eliminate the bank overdraft and to provide working capital.

Since the year end the company has also introduced new directors/shareholders to the management team who have a wealth of experience in the sector. They have assisted in the reorganisation and restructuring of the company and can already see the return to profitability.