

Registration number 1479534

POW LTD

Directors' report and financial statements

for the year ended 28 February 2004

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POW LTD

Company information

Directors	Mr A. Pow Mr M. Pow Mr H. Pow	Appointed 30/06/2003
Secretary	Mr H Pow	
Company number	1479534	
Registered office	40 Mill Street Bideford North Devon	
Accountants	Sully and Co Choweree House 21 Boutport Street Barnstaple Devon EX31 1RP	
Bankers	National Westminster Bank plc 86 High Street Bideford North Devon	

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Directors' report for the year ended 28 February 2004

The directors present their report and the financial statements for the year ended 28 February 2004.

Principal activity

The principle activity of the company was that of furniture retailing

Directors and their interests

The directors who served during the year and their interests in the company are as stated below:

		Ordinary shares	
		28/02/04	01/03/03
		or date of	
		appointment	
Mr A. Pow		1	1
Mr M. Pow		1	1
Mrs M. Pow	Resigned 30/06/2003	1	1
Mr H. Pow	Appointed 30/06/2003	-	-

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on 2nd December 2004 and signed on its behalf by

Mr H Pow
Secretary



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**Profit and loss account
for the year ended 28 February 2004**

		2004	2003
	Notes	£	£
Turnover	2	263,475	300,023
Cost of sales		(145,804)	(164,541)
Gross profit		117,671	135,482
Administrative expenses		(91,881)	(94,846)
Operating profit	3	25,790	40,636
Interest payable and similar charges		(8,533)	(9,039)
Profit on ordinary activities before taxation		17,257	31,597
Tax on profit on ordinary activities	5	(1,542)	(12,689)
Profit on ordinary activities after taxation		15,715	18,908
Retained profit for the year		15,715	18,908
Accumulated loss brought forward		(84,235)	(103,143)
Accumulated loss carried forward		(68,520)	(84,235)

The notes on pages 5 to 8 form an integral part of these financial statements.

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**Balance sheet
as at 28 February 2004**

		2004		2003	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	6		28,644		35,133
Current assets					
Stocks		52,070		53,553	
Debtors	7	6,019		5,554	
Cash at bank and in hand		420		53	
		<u>58,509</u>		<u>59,160</u>	
Creditors: amounts falling due within one year	8	<u>(126,167)</u>		<u>(129,288)</u>	
Net current liabilities			<u>(67,658)</u>		<u>(70,128)</u>
Total assets less current liabilities			(39,014)		(34,995)
Creditors: amounts falling due after more than one year	9		<u>(29,503)</u>		<u>(49,237)</u>
Deficiency of assets			<u>(68,517)</u>		<u>(84,232)</u>
Capital and reserves					
Called up share capital	10		3		3
Profit and loss account			<u>(68,520)</u>		<u>(84,235)</u>
Shareholders' funds			<u>(68,517)</u>		<u>(84,232)</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 5 to 8 form an integral part of these financial statements.

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Balance sheet (continued)

**Directors' statements required by Section 249B(4)
for the year ended 28 February 2004**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 28 February 2004 and

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on *2nd December 2004* and signed on its behalf by

Mr A. Pow
Director



The notes on pages 5 to 8 form an integral part of these financial statements.

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Notes to the financial statements for the year ended 28 February 2004

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Leasehold properties	-	Straight line over the life of the lease
Plant and machinery	-	10% on Reducing Balance
Motor vehicles	-	25% on Reducing Balance

1.4. Stock

Stock is valued at the lower of cost and net realisable value.

1.5. Deferred taxation

Deferred tax is provided in respect of the tax effect of all timing differences at the rates of tax expected to apply when the timing differences reverse.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating profit

	2004	2003
	£	£
Operating profit is stated after charging:		
Depreciation and other amounts written off tangible assets	5,298	6,012

4. Directors' emoluments

	2004	2003
	£	£
Remuneration and other benefits	24,611	25,583
Compensation for loss of office	6,000	-
	30,611	25,583

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**Notes to the financial statements
for the year ended 28 February 2004**

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5. Tax on profit on ordinary activities

Analysis of charge in period	2004 £	2003 £
Current tax		
UK corporation tax	1,542	3,325
Total current tax charge	1,542	3,325
Deferred tax		
Timing differences, origination and reversal	-	9,364
Total deferred tax	-	9,364
Tax on profit on ordinary activities	1,542	12,689

6. Tangible fixed assets

	Land and buildings £	Other tangible assets £	Total £
Cost			
At 1 March 2003	9,187	86,541	95,728
Additions	-	2,254	2,254
Disposals	-	(37,235)	(37,235)
At 28 February 2004	9,187	51,560	60,747
Depreciation			
At 1 March 2003	4,128	56,467	60,595
On disposals	-	(33,410)	(33,410)
Charge for the year	367	4,551	4,918
At 28 February 2004	4,495	27,608	32,103
Net book values			
At 28 February 2004	4,692	23,952	28,644
At 28 February 2003	5,059	30,074	35,133

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Notes to the financial statements for the year ended 28 February 2004

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7. Debtors	2004	2003
	£	£
Trade debtors	3,485	3,180
Other debtors	2,534	2,374
	<u>6,019</u>	<u>5,554</u>
8. Creditors: amounts falling due within one year	2004	2003
	£	£
Bank overdraft	56,269	58,215
Bank loan	17,735	14,825
Trade creditors	12,696	8,155
Corporation tax	1,542	3,325
Other taxes and social security costs	6,701	4,319
Directors' accounts	26,519	39,386
Other creditors	4,705	1,063
	<u>126,167</u>	<u>129,288</u>
9. Creditors: amounts falling due after more than one year	2004	2003
	£	£
Loans	<u>29,503</u>	<u>49,237</u>
10. Share capital	2004	2003
	£	£
Authorised		
5,000 Ordinary shares of 1 each	<u>5,000</u>	<u>5,000</u>
Allotted, called up and fully paid		
3 Ordinary shares of 1 each	<u>3</u>	<u>3</u>
11. Related party transactions		

At balance sheet date the company owed the following balances to the directors. Mr M Pow £17,551 (2003 £16,670), Mr A Pow £0 (2003 £14,611), Mr H Pow £8,968 (2003 £8,104).

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**Notes to the financial statements
for the year ended 28 February 2004**

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12. Controlling interest

The company is controlled by the directors Mr A Pow, Mr M Pow and Mr H Pow.