

Company Number 2725982

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Cover Chair Limited
Unaudited Financial Statements
For the year ended 30th June 2004



Cover Chair Limited
Financial Statements
For the year ended 30th June 2004

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Cover Chair Limited
Company Information

The board of directors	J. Young N. Blair
Company secretary	J. Young
Registered office	5, Wigmore Street, London, W1U 1HY.
Registered number	2725982
Accountants	Benjamin, Taylor & Co., Chartered Accountants 5, Wigmore Street, London W1U 1HY.
Bankers	National Westminster Bank Plc., 169, Victoria Street, London, SW1E 5BT.

Cover Chair Limited
The Directors' Report
For the year ended 30th June 2004

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 30th June 2004.

Principal Activities

The principal activity of the company continued to be that of the supply of chair coverings.

The Directors and their Interests in the Shares of the Company

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 30 June 2004	At 1 July 2003
J. Young	100	99
N. Blair	—	—

On the 16th February 2004, Mrs C. Blair transferred her shareholding of 1 ordinary share to J. Young, the director.

Small Company Provisions

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Signed by order of the directors



J. Young
Company Secretary

Approved by the directors on 24th March 2005

Cover Chair Limited
Profit and Loss Account
For the year ended 30th June 2004

	Note	2004 £	2003 £
Turnover		117,662	136,989
Cost of sales		(41,172)	(53,225)
Gross Profit		76,490	83,764
Administrative expenses		(54,883)	(56,802)
Operating Profit	2	21,607	26,962
Interest receivable and similar income		223	44
Profit on Ordinary Activities Before Taxation		21,830	27,006
Tax on profit on ordinary activities	3	(2,592)	(5,096)
Profit on Ordinary Activities after Taxation		19,238	21,910
Dividends	4	—	(10,000)
Retained Profit for the Financial Year		19,238	11,910
Balance brought forward		71,050	59,140
Balance carried forward		<u>90,288</u>	<u>71,050</u>

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

Cover Chair Limited

Balance Sheet

As at 30th June 2004

	Note	2004 £	£	2003 £	£
Fixed Assets					
Tangible assets	5		1,070		1,555
Current Assets					
Stocks	6	18,324		12,989	
Debtors	7	31,545		37,301	
Cash at bank and in hand		49,730		43,972	
		<u>99,599</u>		<u>94,262</u>	
Creditors: Amounts Falling due Within One Year	8	<u>10,281</u>		<u>24,667</u>	
Net Current Assets			89,318		69,595
Total Assets Less Current Liabilities			<u>90,388</u>		<u>71,150</u>
Capital and Reserves					
Called-up equity share capital	10		100		100
Profit and loss account			90,288		71,050
Shareholders' Funds			<u>90,388</u>		<u>71,150</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 financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

These financial statements were approved by the directors on the 24th March 2005 and are signed on their behalf by:

J. Young



N. Blair



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

Cover Chair Limited
Notes to the Financial Statements
For the year ended 30th June 2004

1. Accounting Policies

Basis of Accounting

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

Turnover

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

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:

Leasehold Property	-	straight line over the period of the lease
Motor Vehicles	-	25% on cost
Equipment	-	20% on cost

Stocks

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

Operating Lease Agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Cover Chair Limited
Notes to the Financial Statements
For the year ended 30th June 2004

1. Accounting Policies (continued)

Deferred Taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

2. Operating Profit

Operating profit is stated after charging:

	2004	2003
	£	£
Directors' emoluments	11,661	11,661
Depreciation of owned fixed assets	<u>485</u>	<u>4,225</u>

3. Taxation on Ordinary Activities

	2004	2003
	£	£
Current tax:		
UK Corporation tax based on the results for the year at 19% (2003 - 19%)	<u>2,592</u>	<u>5,096</u>
Total current tax	<u><u>£2,592</u></u>	<u><u>£5,096</u></u>

4. Dividends

No dividend has been recommended for the year ended 30th June 2004.

Cover Chair Limited
Notes to the Financial Statements
For the year ended 30th June 2004

5. Tangible Fixed Assets

	Leasehold Property £	Motor Vehicles £	Equipment £	Total £
Cost				
At 1st July 2003 and 30th June 2004	<u>4,500</u>	<u>18,820</u>	<u>4,132</u>	<u>27,452</u>
Depreciation				
At 1st July 2003	4,500	18,720	2,677	25,897
Charge for the year	—	—	485	485
At 30th June 2004	<u>4,500</u>	<u>18,720</u>	<u>3,162</u>	<u>26,382</u>
Net Book Value				
At 30th June 2004	<u>—</u>	<u>100</u>	<u>970</u>	<u>1,070</u>
At 30th June 2003	<u>—</u>	<u>100</u>	<u>1,455</u>	<u>1,555</u>

6. Stocks

	2004 £	2003 £
Raw materials	<u>18,324</u>	<u>12,989</u>

7. Debtors

	2004 £	2003 £
Trade debtors	25,740	31,970
VAT recoverable	615	243
Other debtors	2,608	2,170
Prepayments and accrued income	2,582	2,918
	<u>£31,545</u>	<u>£37,301</u>

8. Creditors: Amounts Falling due Within One Year

	2004 £	2003 £
Other creditors including taxation and social security:		
Corporation tax	2,592	5,096
PAYE and social security	2,626	2,373
Dividends payable	—	10,000
Directors current accounts	593	593
Other creditors	—	786
Accruals and deferred income	<u>4,470</u>	<u>5,819</u>
	<u>£10,281</u>	<u>£24,667</u>

Cover Chair Limited
Notes to the Financial Statements
For the year ended 30th June 2004

9. Related Party Transactions

At 30th June 2004, the company owes £593 (2003: £593) to J.Young, a director and majority shareholder. The loan is interest free and repayable on demand.

10. Share Capital

Authorised share capital:

	2004	2003
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2004		2003
	No	£	No
	100	100	100
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>

11. Controlling Parties

The controlling party is J.Young who owns 100% of the issued share capital of the company.