

Registered number
2860590

Embroidery Express PLC

Report and Accounts

30 June 2008

TUESDAY



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Embroidery Express PLC
Director's Report

The director presents his report and accounts for the year ended 30 June 2008.

Principal activities

The company's principal activity during the year continued to be the supply of embroidered promotional goods.

Directors

The following persons served as directors during the year:

J R A Yarwood

Disclosure of information to auditors

So far as each director at the date of approval of this report is aware:

- there is no relevant audit information of which the company's auditors are unaware; and
- the director has taken all steps that he ought to have taken to make himself aware of any relevant audit information and to establish that the auditors are aware of that information.

Small company special provisions

The report of the director has been 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 12 JUNE 2008



J R A Yarwood
Director

Embroidery Express PLC

Statement of Director's Responsibilities

The director is responsible for preparing the report and accounts in accordance with applicable law and regulations.

Company law requires the director to prepare accounts for each financial year. Under that law the director has elected to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The accounts are required by law to 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 accounts, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the accounts comply with the Companies Act 1985. He is 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.

Embroidery Express PLC
Independent auditors' report
to the shareholder of Embroidery Express PLC

We have audited the accounts of Embroidery Express PLC for the year ended 30 June 2008 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. These accounts have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2007).

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the accounts.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

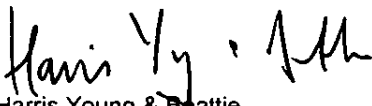
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

Opinion

In our opinion:

- the accounts give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the company's affairs as at 30 June 2008 and of its loss for the year then ended;
- the accounts have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Directors' Report is consistent with the accounts.


Harris Young & Beattie
Registered auditors
Date: 15/12/08

1 Franchise Street
Kidderminster
DY11 6RE

Embroidery Express PLC
Profit and Loss Account
for the year ended 30 June 2008

	Notes	2008 £	2007 £
Turnover		569,685	715,623
Cost of sales		(346,681)	(467,334)
Gross profit		<u>223,004</u>	<u>248,289</u>
Administrative expenses		(220,474)	(284,908)
Operating profit/(loss)	2	<u>2,530</u>	<u>(36,619)</u>
Interest receivable		546	102
Interest payable	3	(20,334)	(16,021)
Loss on ordinary activities before taxation		<u>(17,258)</u>	<u>(52,538)</u>
Tax on loss on ordinary activities	4	(15)	8,870
Loss for the financial year		<u>(17,273)</u>	<u>(43,668)</u>

Embroidery Express PLC
Balance Sheet
as at 30 June 2008

	Notes	2008 £	2007 £
Fixed assets			
Tangible assets	5	424,538	444,495
Current assets			
Stocks		28,729	43,559
Debtors	6	64,090	71,401
Cash at bank and in hand		79,123	44,128
		<u>171,942</u>	<u>159,088</u>
Creditors: amounts falling due within one year	7	(165,381)	(130,698)
Net current assets		<u>6,561</u>	<u>28,390</u>
Total assets less current liabilities		<u>431,099</u>	<u>472,885</u>
Creditors: amounts falling due after more than one year	8	(251,283)	(275,796)
Provisions for liabilities	10	(13,200)	(13,200)
Net assets		<u>166,616</u>	<u>183,889</u>
Capital and reserves			
Called up share capital	11	50,000	50,000
Profit and loss account	12	116,616	133,889
Shareholder's funds		<u>166,616</u>	<u>183,889</u>

The accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.

J R A Yarwood

J R A Yarwood
Director

Approved by the board on 12/12/08

Embroidery Express PLC
Notes to the Accounts
for the year ended 30 June 2008

1 Accounting policies

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

Turnover

Turnover represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers.

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Plant and machinery	15% reducing balance
Motor vehicles	25% reducing balance

Stocks

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

Deferred taxation

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes. Deferred taxation is calculated on an un-discounted basis at the tax rates which are expected to apply in the periods when the timing differences will reverse.

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

Leasing and hire purchase commitments

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives. The corresponding lease or hire purchase obligation is treated in the balance sheet as a liability.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

Pensions

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Embroidery Express PLC
Notes to the Accounts
for the year ended 30 June 2008

2 Operating profit	2008	2007
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	10,237	9,328
Depreciation of assets held under finance leases and hire purchase contracts	9,720	17,696
Directors' remuneration	4,640	5,000
Auditors' remuneration	<u>1,500</u>	<u>1,450</u>
3 Interest payable	2008	2007
	£	£
Interest payable	<u>20,334</u>	<u>16,021</u>
4 Taxation	2008	2007
	£	£
UK corporation tax	<u>15</u>	<u>(8,870)</u>
5 Tangible fixed assets		
	Land and buildings	Plant and machinery etc
	£	£
Cost		Total
At 1 July 2007	<u>337,424</u>	<u>306,626</u>
At 30 June 2008	<u>337,424</u>	<u>306,626</u>
Depreciation		
At 1 July 2007	-	199,555
Charge for the year	<u>-</u>	<u>19,957</u>
At 30 June 2008	<u>-</u>	<u>219,512</u>
Net book value		
At 30 June 2008	<u>337,424</u>	<u>87,114</u>
At 30 June 2007	<u>337,424</u>	<u>107,071</u>
6 Debtors	2008	2007
	£	£
Trade debtors	64,090	62,401
Other debtors	<u>-</u>	<u>9,000</u>
	<u>64,090</u>	<u>71,401</u>

Embroidery Express PLC
Notes to the Accounts
for the year ended 30 June 2008

7 Creditors: amounts falling due within one year	2008	2007
	£	£
Bank loans and overdrafts	-	3,462
Trade creditors	57,312	56,166
Other taxes and social security costs	36,278	41,778
Other creditors	71,791	29,292
	<u>165,381</u>	<u>130,698</u>
8 Creditors: amounts falling due after one year	2008	2007
	£	£
Bank loans	235,104	243,546
Obligations under finance lease and hire purchase contracts	16,179	32,250
	<u>251,283</u>	<u>275,796</u>
9 Loans	2008	2007
	£	£
Creditors include:		
Secured bank loans	<u>235,104</u>	<u>243,546</u>
10 Provisions for liabilities	2008	2007
Deferred taxation:	£	£
Accelerated capital allowances	13,200	13,200
	<u>13,200</u>	<u>13,200</u>
	2008	2007
	£	£
At 1 July	13,200	13,200
At 30 June	<u>13,200</u>	<u>13,200</u>
11 Share capital	2008	2007
	£	£
Authorised:		
Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>
	2008	2007
	No	No
	£	£
Allotted, called up and fully paid:		
Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>

Embroidery Express PLC
Notes to the Accounts
for the year ended 30 June 2008

12 Profit and loss account

	2008 £
At 1 July	133,889
Loss for the year	(17,273)
At 30 June 2008	<u>116,616</u>