

Registered number
3252235

Churchfield Sofa Bed Company Limited

Report and Accounts

30 September 2001



Churchfield Sofa Bed Company Limited
Directors' Report

The directors present their report and accounts for the year ended 30 September 2001.

Principal activities

The company's principal activity during the year continued to be the manufacture of sofa beds and furniture.

Directors

The directors who served during the year and their interests in the share capital of the company were as follows:

	£1 Ordinary shares	
	2001	2000
S.Hamblett	2	1
T.Bird		1

Small company special provisions

The report of the directors 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 31 May 2002.



S.Hamblett
Director

Churchfield Sofa Bed Company Limited
Accountants' Report

Accountants' report on the unaudited accounts
to the directors of Churchfield Sofa Bed Company Limited

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 30th September 2001, set out on pages 4 to 7, and you consider that the company is exempt from an audit under section 249A(1) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



Kevin Guy & Co
Chartered Accountants

303-314 The Cotton Exchange
Old Hall Street
Liverpool
L3 9LQ

31 May 2002

Churchfield Sofa Bed Company Limited
Profit and Loss Account
for the year ended 30 September 2001

	Notes	2001 £	2000 £
Turnover		666,052	440,624
Cost of sales		(391,038)	(242,295)
Gross profit		<u>275,014</u>	<u>198,329</u>
Administrative expenses		(213,636)	(163,677)
Operating profit	2	<u>61,378</u>	<u>34,652</u>
Interest payable		(56)	(17)
Profit on ordinary activities before taxation		<u>61,322</u>	<u>34,635</u>
Tax on profit on ordinary activities	3	(332)	-
Profit for the financial year		<u>60,990</u>	<u>34,635</u>
Retained profit for the financial year	9	<u>60,990</u>	<u>34,635</u>

Churchfield Sofa Bed Company Limited
Balance Sheet
as at 30 September 2001

	Notes	2001 £	2000 £
Fixed assets			
Tangible assets	4	3,146	2,159
Current assets			
Stocks		100,946	82,389
Debtors	5	63,460	128,252
Cash at bank and in hand		36,783	4,803
		<u>201,189</u>	<u>215,444</u>
Creditors: amounts falling due within one year	6	(178,842)	(253,100)
Net current assets/(liabilities)		<u>22,347</u>	<u>(37,656)</u>
Total assets less current liabilities		<u>25,493</u>	<u>(35,497)</u>
Creditors: amounts falling due after more than one year	7	(4,168)	(4,168)
Net assets/(liabilities)		<u>21,325</u>	<u>(39,665)</u>
Capital and reserves			
Called up share capital	8	2	2
Profit and loss account	9	21,323	(39,667)
Shareholders' funds		<u>21,325</u>	<u>(39,665)</u>

The directors are satisfied that the company is entitled to exemption under Section 249A(1) of the Companies Act 1985 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 Companies Act 1985; and
- (ii) preparing accounts 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 of the Companies Act 1985, and which otherwise comply with the requirements of this act relating to accounts, so far as applicable to the company.

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


S. Hamblett

Director

Approved by the board on 31 May 2002

Churchfield Sofa Bed Company Limited
Notes to the Accounts
for the year ended 30 September 2001

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 March 2000).

Turnover

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

Depreciation

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

Plant and machinery	33% on cost
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Stocks

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

Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes, except to the extent that a liability to taxation is unlikely to crystallise.

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.

2 Operating profit

	2001 £	2000 £
This is stated after charging:		
Depreciation of owned fixed assets	<u>3,832</u>	<u>2,461</u>

Churchfield Sofa Bed Company Limited
Notes to the Accounts
for the year ended 30 September 2001

3 Taxation	2001	2000
	£	£
UK corporation tax	<u>332</u>	<u>-</u>
4 Tangible fixed assets		
		Plant and machinery
		£
Cost		
At 1 October 2000		11,641
Additions		<u>4,819</u>
At 30 September 2001		<u>16,460</u>
Depreciation		
At 1 October 2000		9,482
Charge for the year		<u>3,832</u>
At 30 September 2001		<u>13,314</u>
Net book value		
At 30 September 2001		<u>3,146</u>
At 30 September 2000		<u>2,159</u>
5 Debtors	2001	2000
	£	£
Trade debtors	61,960	126,752
Other debtors	<u>1,500</u>	<u>1,500</u>
	<u>63,460</u>	<u>128,252</u>
6 Creditors: amounts falling due within one year	2001	2000
	£	£
Trade creditors	76,009	136,188
Amounts owed to group undertakings and undertakings in which the company has a participating interest	91,711	106,711
Corporation tax	332	-
Other taxes and social security costs	8,324	9,298
Accruals	<u>2,466</u>	<u>903</u>
	<u>178,842</u>	<u>253,100</u>
7 Creditors: amounts falling due after one year	2001	2000
	£	£
Directors loan account	<u>4,168</u>	<u>4,168</u>

Churchfield Sofa Bed Company Limited
Notes to the Accounts
for the year ended 30 September 2001

8 Share capital			2001	2000
			£	£
Authorised:				
Ordinary shares of £1 each			<u>2</u>	<u>2</u>
	2001	2000	2001	2000
	No	No	£	£
Allotted, called up and fully paid:				
Ordinary shares of £1 each			<u>2</u>	<u>2</u>
9 Profit and loss account			2001	2000
			£	£
At 1 October			(39,667)	(74,302)
Retained profit			60,990	34,635
			<u>21,323</u>	<u>(39,667)</u>
At 30 September				

Churchfield Sofa Bed Company Limited
Profit and Loss Account
for the year ended 30 September 2001
for the information of the directors only

	2001 £	2000 £
Sales	666,052	440,624
Cost of sales	(391,038)	(242,295)
Gross profit	<u>275,014</u>	<u>198,329</u>
Administrative expenses	(213,636)	(163,677)
Operating profit	<u>61,378</u>	<u>34,652</u>
Interest payable	(56)	(17)
Profit before tax	<u>61,322</u>	<u>34,635</u>

Churchfield Sofa Bed Company Limited
Schedule to the Profit and Loss Account
for the year ended 30 September 2001
for the information of the directors only

	2001 £	2000 £
Sales		
Sales	666,052	440,624
Cost of sales		
Purchases	373,426	255,266
Increase in stocks	(18,557)	(42,389)
Subcontractor costs	5,205	3,667
Carriage	24,715	22,494
Commissions payable	6,249	3,257
	<u>391,038</u>	<u>242,295</u>
Administrative expenses		
Employee costs:		
Wages and salaries	121,273	89,043
Temporary staff and recruitment	1,200	5,898
Staff training and welfare	169	72
Travel and subsistence	4,100	4,541
Motor expenses	5,008	155
	<u>131,750</u>	<u>99,709</u>
Premises costs:		
Rent	11,356	9,118
Rates	5,098	3,701
Light and heat	947	759
	<u>17,401</u>	<u>13,578</u>
General administrative expenses:		
Telephone and fax	2,141	1,501
Postage	1,630	253
Stationery and printing	1,231	732
Subscriptions	850	321
Equipment hire	2,242	3,113
Repairs and maintenance	1,154	439
Depreciation	3,832	2,461
Bad debts	3,310	1,295
Sundry expenses	5,477	191
	<u>21,867</u>	<u>10,306</u>
Legal and professional costs:		
Accountancy fees	2,900	1,965
Solicitors fees	81	1,836
Insurance	1,087	945
Bank charges	2,351	1,830
Consultancy fees	5,800	2,130
Advertising and PR	30,399	31,378
	<u>42,618</u>	<u>40,084</u>
	<u>213,636</u>	<u>163,677</u>