

Registration number 03857228

**Y & L Company Limited**

**Director's report and unaudited financial statements**

**for the year ended 28 February 2008**



## **Y & L Company Limited**

### **Company information**

Directors	Mr S Lim Miss W Yuan	(Resigned 23 August 2007) (Appointed 23 August 2007)
Secretary	Miss W Yuan	
Company number	03857228	
Registered office	Unit 2A Nexus Gloucester Business Park Hurricane Road Gloucester GL3 4AG	
Accountants	Apsleys 21 Bampton Street Tiverton Devon EX16 6AA	
Bankers	HSBC Bank plc The Cross Gloucester GL1 2AP	

## **Y & L Company Limited**

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**Y & L Company Limited**

**Director's report  
for the year ended 28 February 2008**

The director presents this report and the financial statements for the year ended 28 February 2008

**Principal activity**

The principal activity of the company is that of wholesale of giftware

**Directors and their interests**

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

		<b>Class of share</b>	<b>28/02/08</b>	<b>01/03/07 or date of appointment</b>
Mr S Lim	(Resigned 23 August 2007)	Ordinary shares	-	65
Miss W Yuan	(Appointed 23 August 2007)	Ordinary shares	100	-

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 16/9/08 and signed on its behalf by

Miss W Yuan  
Secretary



**Y & L Company Limited**

**Accountants' report to the director on the  
unaudited financial statements of Y & L Company Limited**

In accordance with the engagement letter dated 9 November 2005, and in order to assist you to fulfil your duties under the Companies Act 1985 we have compiled the financial statements of the company which comprise the profit and loss account, the balance sheet and the related notes from the accounting records and information and explanations you have given to us

This report is made to the company's director in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's director that we have done so, and state those matters that we have agreed to state to the company's director in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's director for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements

You have acknowledged on the balance sheet for the year ended 28 February 2008 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements

*Apsleys*

Apsleys  
Chartered Accountants  
21 Bampton Street  
Tiverton  
Devon  
EX16 6AA

*17 September 2008*

**Y & L Company Limited**

**Profit and loss account  
for the year ended 28 February 2008**

		<b>2008</b>	<b>2007</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>
<b>Turnover</b>	<b>2</b>	448,356	461,399
Cost of sales		(259,820)	(275,833)
<b>Gross profit</b>		<u>188,536</u>	<u>185,566</u>
Administrative expenses		(125,784)	(123,437)
<b>Operating profit</b>	<b>3</b>	<u>62,752</u>	<u>62,129</u>
Other interest receivable and similar income		<u>1,676</u>	<u>456</u>
<b>Profit on ordinary activities before taxation</b>		64,428	62,585
Tax on profit on ordinary activities	<b>6</b>	(13,384)	(12,371)
<b>Profit on ordinary activities after taxation</b>		<u>51,044</u>	<u>50,214</u>

**The notes on pages 6 to 11 form an integral part of these financial statements**

**Y & L Company Limited**

**Balance sheet  
as at 28 February 2008**

		2008		2007	
	Notes	£	£	£	£
<b>Fixed assets</b>					
Tangible assets	7		28,490		32,899
<b>Current assets</b>					
Stocks		40,126		34,878	
Debtors	8	53,385		55,149	
Cash at bank and in hand		28,924		32,390	
		<u>122,435</u>		<u>122,417</u>	
<b>Creditors: amounts falling due within one year</b>	9	<u>(18,250)</u>		<u>(45,811)</u>	
<b>Net current assets</b>			<u>104,185</u>		<u>76,606</u>
<b>Total assets less current liabilities</b>			132,675		109,505
<b>Provisions for liabilities and charges</b>			<u>(2,696)</u>		<u>(2,570)</u>
<b>Net assets</b>			<u>129,979</u>		<u>106,935</u>
<b>Capital and reserves</b>					
Called up share capital	11		100		100
Profit and loss account	12		<u>129,879</u>		<u>106,835</u>
<b>Shareholders' funds</b>			<u>129,979</u>		<u>106,935</u>

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

The notes on pages 6 to 11 form an integral part of these financial statements.

**Y & L Company Limited**

**Balance sheet (continued)**

**Director's statements required by Section 249B(4)**

for the year ended 28 February 2008

In approving these financial statements as director of the company I 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 2008 and

(c) that I acknowledge my 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 January 2007)

The financial statements were approved by the Board on 16/9/08 and signed on its behalf by

Miss W Yuan  
Director



The notes on pages 6 to 11 form an integral part of these financial statements.



## Y & L Company Limited

### Notes to the financial statements for the year ended 28 February 2008

#### 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 January 2007)

##### 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

Plant and machinery	-	15% reducing balance basis
Fixtures, fittings and equipment	-	15% reducing balance basis
Computer equipment	-	3 years straight line

##### 1.4 Stock

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

##### 1.5. Pensions

The company operates a defined contribution scheme for the benefit of its employees. The costs of contributions are written off against profits in the year they are payable

##### 1.6 Deferred taxation

Deferred taxation is provided on the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences

#### 2. Turnover

Turnover attributable to geographical markets outside the United Kingdom amounted to 2% for the year

#### 3 Operating profit

Operating profit is stated after charging

Depreciation and other amounts written off tangible assets

2008	2007
£	£
5,367	6,040

**Y & L Company Limited**

**Notes to the financial statements  
for the year ended 28 February 2008**

. continued

**4. Directors' emoluments**

	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Remuneration and other benefits	<u>8,667</u>	<u>6,000</u>

**5 Pension costs**

The company operates a defined contribution pension scheme. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £300 (2007 - £-)

# Y & L Company Limited

## Notes to the financial statements for the year ended 28 February 2008

continued

### 6. Tax on profit on ordinary activities

Analysis of charge in period	2008 £	2007 £
<b>Current tax</b>		
UK corporation tax	13,258	11,520
Total current tax charge	<u>13,258</u>	<u>11,520</u>
<b>Deferred tax</b>		
Timing differences, origination and reversal	(9)	851
Effect of changes in tax rates	135	-
Total deferred tax	<u>126</u>	<u>851</u>
Tax on profit on ordinary activities	<u><u>13,384</u></u>	<u><u>12,371</u></u>

### Factors affecting tax charge for period

The tax assessed for the period is higher than the standard rate of corporation tax in the UK (20 %)  
The differences are explained below

	£	£
Profit on ordinary activities before taxation	<u>64,428</u>	<u>62,585</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (28 February 2007 19%)	12,886	11,891
<b>Effects of:</b>		
Expenses not deductible for tax purposes	419	480
Capital allowances for period in excess of depreciation	9	(851)
Profits taxable at 19%	(56)	-
Current tax charge for period	<u><u>13,258</u></u>	<u><u>11,520</u></u>

**Y & L Company Limited**

**Notes to the financial statements  
for the year ended 28 February 2008**

continued

7. Tangible fixed assets	<div style="text-align: center;">Fixtures, Plant and fittings and machinery equipment equipment</div>			Total £
	£	£	£	
<b>Cost</b>				
At 1 March 2007	5,569	41,410	928	47,907
Additions	-	728	230	958
At 28 February 2008	<u>5,569</u>	<u>42,138</u>	<u>1,158</u>	<u>48,865</u>
<b>Depreciation</b>				
At 1 March 2007	1,545	12,960	503	15,008
Charge for the year	604	4,377	386	5,367
At 28 February 2008	<u>2,149</u>	<u>17,337</u>	<u>889</u>	<u>20,375</u>
<b>Net book values</b>				
At 28 February 2008	<u>3,420</u>	<u>24,801</u>	<u>269</u>	<u>28,490</u>
At 28 February 2007	<u>4,024</u>	<u>28,450</u>	<u>425</u>	<u>32,899</u>

  

8. Debtors	2008	2007
	£	£
Trade debtors	42,871	51,799
Other debtors	8,951	-
Prepayments and accrued income	1,563	3,350
	<u>53,385</u>	<u>55,149</u>

  

9 Creditors: amounts falling due within one year	2008	2007
	£	£
Trade creditors	685	12,800
Corporation tax	13,257	11,521
Other taxes and social security costs	474	9,298
Directors' accounts	175	10,175
Other creditors and accruals	3,659	2,017
	<u>18,250</u>	<u>45,811</u>

Y & L Company Limited

Notes to the financial statements  
for the year ended 28 February 2008

continued

10	Provision for deferred taxation	2008 £	2007 £
	Accelerated capital allowances	<u>2,696</u>	<u>2,570</u>
	Provision at 1 March 2007	2,570	
	Deferred tax charge in profit and loss account	<u>126</u>	
	Provision at 28 February 2008	<u>2,696</u>	
11.	Share capital	2008 £	2007 £
	Authorised		
	1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
	Allotted, called up and fully paid		
	100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
12.	Reserves	Profit and loss account £	Total £
	At 1 March 2007	106,835	106,835
	Retained profit for the year	51,044	51,044
	Interim dividends paid	<u>(28,000)</u>	<u>(28,000)</u>
	At 28 February 2008	<u>129,879</u>	<u>129,879</u>

**Y & L Company Limited**

**Notes to the financial statements  
for the year ended 28 February 2008**

continued

**13. Related party transactions**

As at the 28 February 2008 the company owed the former director Mr S Lim £Nil (2006 £10,175).

During the year the company paid rent of £30,000 to Mr S Lim and Miss W Yuan

During the year Y & L Company Limited sold goods worth £Nil (2006 £6,375) to Mr S Lim trading as Chinese Renaissance

As at 28 February 2008 the company owed the director Miss W Yuan £175 (2007 £Nil)

**14. Controlling interest**

The company is controlled by Miss W Yuan