

# 247 Home Furnishings Limited

## ABBREVIATED ACCOUNTS

for the year ended

28 February 2011



INDEPENDENT AUDITOR'S REPORT TO 247 HOME FURNISHINGS LIMITED UNDER  
SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages 2 to 5, together with the financial statements of 247 Home Furnishings Limited for the year ended 28 February 2011 prepared under section 396 of the Companies Act 2006

**Respective responsibilities of directors and auditor**

The directors are responsible for preparing the abbreviated accounts in accordance with section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

This report, including the opinion, has been prepared for and only for the company for the purpose of section 449 of the Companies Act 2006 and for no other purpose. To the fullest extent permitted by law, we do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

**Basis of opinion**

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.

Baker Tilly UK A-2.6 L4

ROLAND CLARK (Senior Statutory Auditor)

For and on behalf of BAKER TILLY UK AUDIT LLP, Statutory Auditor

Chartered Accountants

The Waterfront

Salts Mill Road

Saltaire

Shipley

West Yorkshire BD17 7EZ

Date 22/11/11


**247 HOME FURNISHINGS LIMITED****ABBREVIATED BALANCE SHEET**

28 February 2011

	Notes	£	2011 £	£	2010 £
<b>FIXED ASSETS</b>	<b>2</b>				
Intangible assets			-		3,000
Tangible assets			258,268		234,842
			<u>258,268</u>		<u>237,842</u>
<b>CURRENT ASSETS</b>					
Stocks		9,189		6,428	
Debtors		361,683		256,670	
Cash at bank and in hand		269,937		193,147	
		<u>640,809</u>		<u>456,245</u>	
CREDITORS amounts falling due within one year	3	(749,963)		(571,746)	
<b>NET CURRENT LIABILITIES</b>			<u>(109,154)</u>		<u>(115,501)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			149,114		122,341
CREDITORS amounts falling due after more than one year	4		(130,267)		(80,713)
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>			<u>(11,520)</u>		<u>(9,617)</u>
			<u>7,327</u>		<u>32,011</u>
<b>CAPITAL AND RESERVES</b>					
Called up equity share capital	6		100		100
Profit and loss account			7,227		31,911
<b>SHAREHOLDERS' FUNDS</b>			<u>7,327</u>		<u>32,011</u>

These abbreviated accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime

The abbreviated accounts on pages 2 to 5 were approved by the Board of Directors and authorised for issue on 21/11/2011 and are signed on their behalf by



D J Maher  
Director

# 247 HOME FURNISHINGS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

for the year ended 28 February 2011

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### 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 April 2008)

#### GOING CONCERN

The financial statements have been prepared on a going concern basis. The directors have considered how the company will meet the challenges presented by the current economic climate and have carried out a detailed review of the company's resources including reviewing management figures to date and the adequacy of working capital for the next twelve months. The balance sheet as at 28 February 2011 showed net current liabilities of £109,154 and the directors have recognised this position as being unsatisfactory and have taken action to improve the situation. This has involved a drive to improve the gross margin and hence the company's operational profitability and the directors believe they have had significant success in this regard. They are satisfied that the company has sufficient cash flows to meet its liabilities as they fall due for at least one year from the date of approval of the financial statements.

#### TURNOVER

Turnover is recognised at the fair value of the consideration received or receivable for sale of goods and services in the ordinary nature of the business. Turnover is shown net of Value Added Tax.

#### GOODWILL

Positive goodwill arising on acquisitions is capitalised, classified as an asset on the Balance Sheet, and amortised over its useful life.

#### AMORTISATION

Amortisation 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:

Goodwill	- 5 years
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#### 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:

Freehold Property	- 2% straight line
Plant & Machinery	- 25% straight line
Fixtures & Fittings	- 25% straight line
Equipment	- 33% straight line

#### STOCKS

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

# 247 HOME FURNISHINGS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

for the year ended 28 February 2011

### 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 that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

#### FINANCIAL INSTRUMENTS

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

### 2 FIXED ASSETS

	Intangible Assets £	Tangible Assets £	Total £
Cost			
At 1 March 2010	15,000	250,760	265,760
Additions	—	33,207	33,207
At 28 February 2011	<u>15,000</u>	<u>283,967</u>	<u>298,967</u>
Depreciation			
At 1 March 2010	12,000	15,918	27,918
Charge for year	3,000	9,781	12,781
At 28 February 2011	<u>15,000</u>	<u>25,699</u>	<u>40,699</u>
Net book value			
At 28 February 2011	<u>—</u>	<u>258,268</u>	<u>258,268</u>
At 28 February 2010	<u>3,000</u>	<u>234,842</u>	<u>237,842</u>

### 3 CREDITORS amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company

	2011 £	2010 £
Bank loans	<u>8,434</u>	<u>4,736</u>

The bank loans are secured against the freehold property

# 247 HOME FURNISHINGS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

for the year ended 28 February 2011

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### 4 CREDITORS amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company

	2011	2010
	£	£
Bank loans	<u>130,267</u>	<u>80,713</u>

The bank loans are secured against the freehold property

Included within creditors falling due after more than one year is an amount of £93,391 (2010 - £59,988) in respect of liabilities which fall due for payment after more than five years from the balance sheet date

### 5 TRANSACTIONS WITH DIRECTORS

At the year end, D J Peterkin owed the company £84,872 (2010 - £nil) and D J Maher owed the company £74,361 (2010 - £nil), these were the maximum amounts outstanding during the year. The company charges interest on overdrawn directors loan accounts at the official rate. The overdrawn director's loan accounts were repaid in full within 9 months of the year end.

### 6 SHARE CAPITAL

	2011	2010
	£	£
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>