

COMPANY REGISTRATION NUMBER 05714029

CLASSIC DECORATORS (SOUTH WALES) LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED

31 DECEMBER 2008

FRIDAY



A44

AVZLLDK7

25/09/2009

117

COMPANIES HOUSE

CLASSIC DECORATORS (SOUTH WALES) LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2008

CONTENTS	PAGE
Officers and professional advisers	1
The directors' report	2
Independent auditor's report to the company	4
Abbreviated profit and loss account	5
Abbreviated balance sheet	6
Cash flow statement	7
Notes to the abbreviated accounts	8

CLASSIC DECORATORS (SOUTH WALES) LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

Mr T Cummings
Mr M J Cummings

Company secretary

C Cummings

Registered office

Ty Atebion
Bocam Park
Bridgend
CF35 5LJ

Auditor

Clay Shaw Thomas Limited
Chartered Accountants
& Registered Auditor
Ty Atebion
Bocam Park
Bridgend
CF35 5LJ

Bankers

Barclays Bank Plc
Bridgend Business Centre
PO Box 53
36 Dunraven Place
Bridgend
CF31 1YB

CLASSIC DECORATORS (SOUTH WALES) LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 DECEMBER 2008

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 December 2008.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year was that of painting and decorating contractors.

The Board are pleased with the growth and enhanced profitability delivered in the calendar year 2008. The focus post year end has been to work closely with blue chip customers to deliver excellent service without compromising margins. Whilst economic conditions are challenging we believe that the company is well placed to increase market share.

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £200,245. The directors have not recommended a dividend.

DIRECTORS

The directors who served the company during the year were as follows:

Mr T Cummings
Mr M J Cummings

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements 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 those financial statements, the directors are required to:

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

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are 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.

In so far as the directors are aware:

- there is no relevant audit information of which the company's auditor is unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

CLASSIC DECORATORS (SOUTH WALES) LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2008

DONATIONS

During the year the company made the following contributions:

	2008	2007
	£	£
Charitable	<u>1,420</u>	<u>1,828</u>

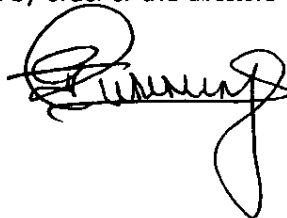
AUDITOR

Clay Shaw Thomas Limited have been re-appointed as auditor for the ensuing year in accordance with section 485 of the Companies Act 2006.

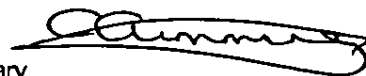
Registered office:

Ty Atebion
Bocam Park
Bridgend
CF35 5LJ

Signed by order of the directors



C CUMMINGS
Company Secretary



Approved by the directors on 15.09.09

CLASSIC DECORATORS (SOUTH WALES) LIMITED

INDEPENDENT AUDITOR'S REPORT TO CLASSIC DECORATORS (SOUTH WALES) LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts, together with the financial statements of Classic Decorators (South Wales) Limited for the year ended 31 December 2008 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditor's 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 for our work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

BASIS OF OPINION

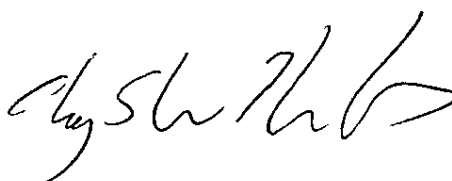
We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.

Ty Atebion
Bocam Park
Bridgend
CF35 5LJ

.....15/12/2009.....



CLAY SHAW THOMAS LIMITED
Chartered Accountants
& Registered Auditor

CLASSIC DECORATORS (SOUTH WALES) LIMITED**ABBREVIATED PROFIT AND LOSS ACCOUNT****YEAR ENDED 31 DECEMBER 2008**

	Note	2008 £	2007 £
GROSS PROFIT		951,551	763,314
Distribution costs		1,744	2,350
Administrative expenses		676,784	619,960
OPERATING PROFIT	2	273,023	141,004
Interest receivable		—	25
Interest payable and similar charges	5	(1,976)	(2,990)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		271,047	138,039
Tax on profit on ordinary activities	6	70,802	26,690
PROFIT FOR THE FINANCIAL YEAR		<u>200,245</u>	<u>111,349</u>

All of the activities of the company are classed as continuing.

The company has no recognised gains or losses other than the results for the year as set out above.

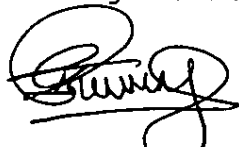
The notes on pages 8 to 13 form part of these abbreviated accounts.

CLASSIC DECORATORS (SOUTH WALES) LIMITED**ABBREVIATED BALANCE SHEET****31 DECEMBER 2008**

	Note	2008 £	£	2007 £	£
FIXED ASSETS					
Tangible assets	8		87,203		83,573
CURRENT ASSETS					
Stocks	9	5,000		5,000	
Debtors	10	1,248,798		951,914	
Cash at bank		211,298		111,452	
		1,465,096		1,068,366	
CREDITORS: Amounts falling due within one year	11	1,233,673		1,038,019	
NET CURRENT ASSETS			231,423		30,347
TOTAL ASSETS LESS CURRENT LIABILITIES			318,626		113,920
CREDITORS: Amounts falling due after more than one year	12		4,461		-
			314,165		113,920
CAPITAL AND RESERVES					
Called-up equity share capital	14		100		100
Profit and loss account	15		314,065		113,820
SHAREHOLDERS' FUNDS	15		314,165		113,920

These abbreviated financial statements have been prepared in accordance with the special provisions for medium-sized companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors and authorised for issue on 15.03.09, and are signed on their behalf by:



MR T CUMMINGS
Director

The notes on pages 8 to 13 form part of these abbreviated accounts.

CLASSIC DECORATORS (SOUTH WALES) LIMITED**CASH FLOW STATEMENT****YEAR ENDED 31 DECEMBER 2008**

	Note	2008 £	2007 £
NET CASH INFLOW FROM OPERATING ACTIVITIES	16	155,200	204,774
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE	16	(1,976)	(2,965)
TAXATION	16	(24,325)	(8,291)
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT	16	(34,727)	(37,291)
EQUITY DIVIDENDS PAID		—	(12,545)
CASH INFLOW BEFORE FINANCING		94,172	143,682
FINANCING	16	5,674	(5,431)
INCREASE IN CASH	16	<u>99,846</u>	<u>138,251</u>

CLASSIC DECORATORS (SOUTH WALES) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2008

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention.

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:

Plant & Machinery	-	12.5% Straight Line
Fixtures & Fittings	-	12.5% Straight Line
Motor Vehicles	-	25% Straight Line

Stocks

Stock is valued at the lower of cost and net realisable value. Cost is that expenditure which has been incurred in the normal course of business in bringing the project to its present location and condition. Net realisable value is based on estimated selling price less future costs to completion and selling costs.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

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.

2. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	2008	2007
	£	£
Depreciation of owned fixed assets	34,449	18,169
Depreciation of assets held under hire purchase agreements	3,079	2,470
Profit on disposal of fixed assets	(6,431)	-
Auditor's remuneration		
- as auditor	6,000	6,300
Operating lease costs:		
- Other	<u>7,274</u>	<u>8,013</u>

CLASSIC DECORATORS (SOUTH WALES) LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31 DECEMBER 2008****3. PARTICULARS OF EMPLOYEES**

The average number of staff employed by the company during the financial year amounted to:

	2008	2007
	No	No
Number of production staff	85	85
Number of administrative staff	6	5
	<u>91</u>	<u>90</u>

The aggregate payroll costs of the above were:

	2008	2007
	£	£
Wages and salaries	3,380,035	2,436,305
Social security costs	485,972	357,623
	<u>3,866,007</u>	<u>2,793,928</u>

4. DIRECTORS' EMOLUMENTS

The directors' aggregate emoluments in respect of qualifying services were:

	2008	2007
	£	£
Emoluments receivable	<u>65,806</u>	<u>66,469</u>

5. INTEREST PAYABLE AND SIMILAR CHARGES

	2008	2007
	£	£
Interest payable on bank borrowing	956	1,960
Finance charges	1,020	1,030
	<u>1,976</u>	<u>2,990</u>

6. TAXATION ON ORDINARY ACTIVITIES**Analysis of charge in the year**

	2008	2007
	£	£
Current tax:		
UK Corporation tax based on the results for the year at 28% (2007 - 19%)	73,483	26,690
Over/under provision in prior year	(2,365)	-
	71,118	26,690
Other adjustments	(316)	-
Total current tax	<u>70,802</u>	<u>26,690</u>

CLASSIC DECORATORS (SOUTH WALES) LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31 DECEMBER 2008****7. DIVIDENDS****Equity dividends**

	2008	2007
	£	£
Paid		
Equity dividends on ordinary shares	<u>—</u>	<u>12,545</u>

8. TANGIBLE FIXED ASSETS

	Plant & Machinery	Fixtures & Fittings	Motor Vehicles	Total
	£	£	£	£
COST				
At 1 January 2008	3,845	10,219	110,486	124,550
Additions	—	617	48,197	48,814
Disposals	—	—	(10,500)	(10,500)
At 31 December 2008	<u>3,845</u>	<u>10,836</u>	<u>148,183</u>	<u>162,864</u>
DEPRECIATION				
At 1 January 2008	814	2,314	37,849	40,977
Charge for the year	481	1,354	35,693	37,528
On disposals	—	—	(2,844)	(2,844)
At 31 December 2008	<u>1,295</u>	<u>3,668</u>	<u>70,698</u>	<u>75,661</u>
NET BOOK VALUE				
At 31 December 2008	<u>2,550</u>	<u>7,168</u>	<u>77,485</u>	<u>87,203</u>
At 31 December 2007	<u>3,031</u>	<u>7,905</u>	<u>72,637</u>	<u>83,573</u>

Hire purchase agreements

Included within the net book value of £87,203 is £14,798 (2007 - £7,411) relating to assets held under hire purchase agreements. The depreciation charged to the abbreviated accounts in the year in respect of such assets amounted to £3,079 (2007 - £2,470).

9. STOCKS

	2008	2007
	£	£
Raw materials	<u>5,000</u>	<u>5,000</u>

10. DEBTORS

	2008	2007
	£	£
Trade debtors	555,689	306,558
Amounts recoverable on contracts	686,768	643,054
Other debtors	5,008	2,302
Prepayments and accrued income	<u>1,333</u>	<u>—</u>
	<u>1,248,798</u>	<u>951,914</u>

CLASSIC DECORATORS (SOUTH WALES) LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31 DECEMBER 2008****11. CREDITORS: Amounts falling due within one year**

	2008	2007
	£	£
Trade creditors	194,013	352,596
Amounts owed to group undertakings	598,172	517,478
Other creditors including taxation:		
Corporation tax	73,167	26,690
Other taxation	219,019	68,459
Hire purchase agreements	4,153	2,940
Other creditors	139,149	57,256
	<u>1,227,673</u>	<u>1,025,419</u>
Accruals and deferred income	6,000	12,600
	<u>1,233,673</u>	<u>1,038,019</u>

Hire purchase balances are secured on the assets to which they relate.

12. CREDITORS: Amounts falling due after more than one year

	2008	2007
	£	£
Other creditors:		
Hire purchase agreements	<u>4,461</u>	<u>-</u>

13. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows:

	2008	2007
	£	£
Amounts payable within 1 year	4,153	2,940
Amounts payable between 1 and 2 years	4,461	-
	<u>8,614</u>	<u>2,940</u>

14. SHARE CAPITAL**Authorised share capital:**

	2008	2007
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2008		2007	
	No	£	No	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

CLASSIC DECORATORS (SOUTH WALES) LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31 DECEMBER 2008****15. RECONCILIATION OF SHAREHOLDERS' FUNDS AND MOVEMENT ON RESERVES**

	Share capital	Profit and loss account	Total shareholders' funds
	£	£	£
Balance brought forward	100	15,016	15,116
Profit for the year	—	111,349	111,349
Equity dividends	—	(12,545)	(12,545)
Balance brought forward	100	113,820	113,920
Profit for the year	—	200,245	200,245
Balance carried forward	100	314,065	314,165

16. NOTES TO THE STATEMENT OF CASH FLOWS**RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	2008	2007
	£	£
Operating profit	273,023	141,004
Depreciation	37,528	20,639
Profit on disposal of fixed assets	(6,431)	—
(Increase)/decrease in debtors	(296,884)	683,817
Increase/(decrease) in creditors	147,964	(640,686)
Net cash inflow from operating activities	155,200	204,774

RETURNS ON INVESTMENTS AND SERVICING OF FINANCE

	2008	2007
	£	£
Interest received	—	25
Interest paid	(956)	(1,960)
Interest element of hire purchase	(1,020)	(1,030)
Net cash outflow from returns on investments and servicing of finance	(1,976)	(2,965)

TAXATION

	2008	2007
	£	£
Taxation	(24,325)	(8,291)

CAPITAL EXPENDITURE

	2008	2007
	£	£
Payments to acquire tangible fixed assets	(48,814)	(37,291)
Receipts from sale of fixed assets	14,087	—
Net cash outflow from capital expenditure	(34,727)	(37,291)

CLASSIC DECORATORS (SOUTH WALES) LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31 DECEMBER 2008****16. NOTES TO THE STATEMENT OF CASH FLOWS (continued)****FINANCING**

	2008	2007
	£	£
Capital element of hire purchase	<u>5,674</u>	<u>(5,431)</u>
Net cash inflow/(outflow) from financing	<u>5,674</u>	<u>(5,431)</u>

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS

	2008	2007
	£	£
Increase in cash in the period	<u>99,846</u>	138,251
Cash outflow in respect of hire purchase	<u>(5,674)</u>	<u>5,431</u>
	<u>94,172</u>	143,682
Change in net funds	<u>94,172</u>	143,682
Net funds at 1 January 2008	<u>108,512</u>	<u>(35,170)</u>
Net funds at 31 December 2008	<u>202,684</u>	<u>108,512</u>

ANALYSIS OF CHANGES IN NET FUNDS

	At 1 Jan 2008	Cash flows	At 31 Dec 2008
	£	£	£
Net cash:			
Cash in hand and at bank	<u>111,452</u>	<u>99,846</u>	<u>211,298</u>
Debt:			
Hire purchase agreements	<u>(2,940)</u>	<u>(5,674)</u>	<u>(8,614)</u>
Net funds	<u>108,512</u>	<u>94,172</u>	<u>202,684</u>