

**THE DRY CLEANING BUSINESS LIMITED**

**DIRECTORS REPORT  
AND  
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 March 2008**

**COMPANY NUMBER: 5746399**

SATURDAY



\*A4BPD6SP\*

A67

24/01/2009

221

COMPANIES HOUSE

# THE DRY CLEANING BUSINESS LIMITED

## Directors

K K J Patel

A J Patel

## Secretary and Registered Office

K K J Patel

15 Station Road

St Ives

Cambridgeshire

PE27 5 BH

## Report of the Directors'

The directors present their report and accounts for the period ended 31 March 2008.

### Principal activities

The company's principal activity during the period was that of a dry cleaning business.

### Directors

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

£1 Ordinary shares  
31 Mar 2008 1 Apr 2007

K K J Patel

- -

A J Patel

- -

### Directors' responsibilities

The directors are responsible for preparing the report and accounts in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss for that period. In preparing those accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts 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 which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts 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.

### 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 22 January 2009



A J Patel  
Director

# ***Edwards***

CHARTERED ACCOUNTANTS  
15 Station Road  
St Ives  
Cambridgeshire  
PE27 5BH

## **CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED ACCOUNTS OF THE DRY CLEANING BUSINESS LIMITED**

In accordance with the your instructions, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the accounts 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 Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the accounts that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them 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 Board of Directors, as a body, 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 accounts.

You have acknowledged on the balance sheet your duty to ensure that the company has kept proper accounting records and to prepare accounts 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 accounts. 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 accounts.



Edwards  
Chartered Accountants

22 February 2009

**THE DRY CLEANING BUSINESS LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 March 2008**

	Notes	2008 £	2007 £
Turnover		642,797	371,728
Cost of sales		<u>(345,102)</u>	<u>(206,531)</u>
Gross profit		297,695	165,197
Administrative expenses		<u>(385,000)</u>	<u>(213,960)</u>
Operating loss	2	(87,305)	(48,763)
Interest receivable		119	143
Interest payable	3	<u>(22,659)</u>	<u>(13,869)</u>
Loss on ordinary activities before taxation		(109,845)	(62,489)
Tax on loss on ordinary activities	4	<u>-</u>	<u>-</u>
Retained Loss for the financial year		<u><u>(109,845)</u></u>	<u><u>(62,489)</u></u>

**Continuing operations**

Turnover and operating profit derive wholly from continuing activities.

**Statement of total recognised gains and losses**

The company has no recognised gains or losses in the current or preceding year other than those recorded in the profit and loss account.

**THE DRY CLEANING BUSINESS LIMITED**  
**BALANCE SHEET**  
**AS AT 31 March 2008**

	Notes	2008		2007	
		£	£	£	£
<b>Fixed assets</b>					
Intangible assets	5		283,333		368,333
Tangible assets	6		<u>54,565</u>		<u>34,667</u>
			337,898		403,000
<b>Current assets</b>					
Stocks		4,652		4,652	
Debtors	7	157,151		87,684	
Cash at bank and in hand		<u>950</u>		<u>5,210</u>	
		162,753		97,546	
<b>Creditors: amounts falling due within one year</b>	8	<u>(364,718)</u>		<u>(245,240)</u>	
<b>Net current liabilities</b>			<u>(201,965)</u>		<u>(147,694)</u>
<b>Total assets less current</b>			135,933		255,306
<b>Creditors: amounts falling due after more than one year</b>	9		<u>(308,167)</u>		<u>(317,695)</u>
<b>Net liabilities</b>			<u>(172,234)</u>		<u>(62,389)</u>
<b>Capital and reserves</b>					
Called up share capital	10		100		100
Profit and loss account	11		<u>(172,334)</u>		<u>(62,489)</u>
<b>Shareholders' funds</b>			<u>(172,234)</u>		<u>(62,389)</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.

These financial statements were approved by the board of directors on 22/1/09 and were signed on its behalf by:



A J Patel  
Director

**THE DRY CLEANING BUSINESS LIMITED**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 March 2008**

**1 Accounting policies**

The accounts have been prepared under the historical cost convention and in accordance with the accounting policies set out below.

***Going concern***

The company is treated as a going concern, this is with the support of director A Patel who is owed £191,682 by the business.

***Turnover***

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

***Stocks***

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

***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.

**2 Operating profit**

	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
This is stated after charging:		
Depreciation of owned fixed assets	10,608	5,333
Amortisation of goodwill	<u>85,000</u>	<u>56,667</u>

**3 Interest payable**

	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Current account interest payable	526	66
Loan interest payable	<u>22,133</u>	<u>13,803</u>
	<u><u>22,659</u></u>	<u><u>13,869</u></u>

**THE DRY CLEANING BUSINESS LIMITED**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 March 2008**

<b>4 Taxation</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
<b>Analysis of charge in period</b>		
Adjustments in respect of previous periods	-	-
Deferred tax:		
Origination and reversal of timing differences	-	-
Effect of increased tax rate on opening liability	-	-
Decrease in discount	-	-
	-	-
Tax on profit on ordinary activities	-	-

**Factors affecting tax charge for period**

The differences between the tax assessed for the period and the standard rate of corporation tax are explained as follows:

	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Loss on ordinary activities before tax	(109,845)	(62,489)
Standard rate of corporation tax in the UK	20%	19%
	<b>£</b>	<b>£</b>
Profit on ordinary activities multiplied by the standard rate of corporation tax	(21,969)	(11,873)
Effects of:		
Expenses not deductible for tax purposes	277	328
Capital allowances for period in excess of depreciation	1,122	(2,787)
Tax losses carried forward	20,570	14,332
Current tax charge for period	-	-

<b>5 Intangible fixed assets</b>	<b>£</b>
<b>Goodwill:</b>	
<b>Cost</b>	
At 1 April 2007	425,000
At 31 March 2008	425,000
<b>Amortisation</b>	
At 1 April 2007	56,667
Provided during the period	85,000
At 31 March 2008	141,667
<b>Net book value</b>	
At 31 March 2008	283,333
At 31 March 2007	368,333

Goodwill is being written off in equal annual instalments over its estimated economic life of 5

**THE DRY CLEANING BUSINESS LIMITED**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 March 2008**

**6 Tangible fixed assets**

	<b>Plant and machinery etc £</b>
<b>Cost</b>	
At 1 April 2007	40,000
Additions	<u>30,506</u>
At 31 March 2008	<u><u>70,506</u></u>
<b>Depreciation</b>	
At 1 April 2007	5,333
Charge for the period	<u>10,608</u>
At 31 March 2008	<u><u>15,941</u></u>
<b>Net book value</b>	
At 31 March 2008	<u><u>54,565</u></u>
At 31 March 2007	<u><u>34,667</u></u>

**7 Debtors**

	<b>2008 £</b>	<b>2007 £</b>
Trade debtors	134,603	55,976
Amounts owed by group undertakings and undertakings in which the company has a participating interest	100	100
Other debtors	<u>22,448</u>	<u>31,608</u>
	<u><u>157,151</u></u>	<u><u>87,684</u></u>

**8 Creditors: amounts falling due within one year**

	<b>2008 £</b>	<b>2007 £</b>
Bank loans and overdrafts	38,012	-
Trade creditors	52,445	26,682
Amounts owed to group undertakings and undertakings in which the company has a participating interest	3,300	1,416
Other taxes and social security costs	18,494	18,861
Accruals	6,667	6,691
Other creditors	<u>245,800</u>	<u>191,590</u>
	<u><u>364,718</u></u>	<u><u>245,240</u></u>

**9 Creditors: amounts falling due after one year**

	<b>2008 £</b>	<b>2007 £</b>
Bank loans	<u><u>308,167</u></u>	<u><u>317,695</u></u>



**THE DRY CLEANING BUSINESS LIMITED**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 March 2008**

**10 Share capital**

			2008 £	2007 £
Authorised:			<u>100</u>	<u>100</u>
	2008 No	2007 No	2008 £	2007 £
Allotted, called up and fully paid:				
Ordinary shares of £1 each	100	100	<u>100</u>	<u>100</u>

**11 Profit and loss account**

	2008 £	2007 £
At 1 April	(62,489)	-
Loss for the year	<u>(109,845)</u>	<u>(62,489)</u>
At 31 March	<u>(172,334)</u>	<u>(62,489)</u>

**12 Related parties**

During the year the company incurred charges totalling £136,500 (2007: £35,000) from a business in which the directors hold a material interest.

**13 Controlling party**

The company is controlled by the directors via their interest in parent company JSP Holdings Ltd.