

**A & M SHOES LIMITED**

**UNAUDITED**  
**FINANCIAL STATEMENTS**

**for the year ended**  
**31st October 2011**

SATURDAY



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A04 17/03/2012 #33

COMPANIES HOUSE

**D J SWATMAN**

**Chartered Accountant**

# **A & M SHOES LIMITED**

Company registration no 5980273

Registered Office 16A Church Street, North Walsham, Norfolk, NR28 9DA

## **REPORT OF THE DIRECTORS**

The Directors present their annual report and financial statements for the year ended 31st October 2011

### **PRINCIPAL ACTIVITIES**

The principal activity of the company is the retail sale of footwear and leather goods

### **DIRECTORS**

The directors all of whom served throughout the year were as follows -

Mr A K Morton  
Mr M D Morton

The above report has been prepared in accordance with the small companies regime of the Companies Act 2006

By order of the Board



A K Morton  
Director

14th March 2012

## **A & M SHOES LIMITED**

### **Accountants' Report to the Board of Directors on the Unaudited Financial Statements of A & M Shoes Limited**

In accordance with the terms of engagement, and in order to assist you to fulfil your duties under the Companies Act 2006, I have compiled the financial statements of the company which comprise the Profit and Loss Account, Balance Sheet and related notes, as set out on pages 1 to 5, from the accounting records and information and explanations that you have given to me

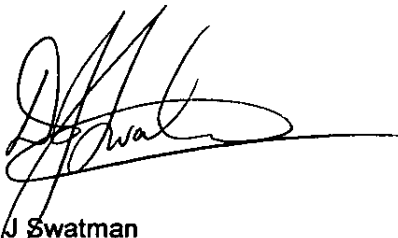
This report is made to the Company's Board of Directors, as a body, in accordance with the terms of my engagement

My work has been undertaken so that I might compile the financial statements that I have been engaged to compile, report to the Company's Board of Directors that I have done so, and state those matters that I have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Company and the Company's Board of Directors, as a body, for my work or for this report

I 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 as at 31st October 2011 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 2006. You consider that the company is exempt from the statutory requirements for an audit for the year

I have not been instructed to carry out an audit of the financial statements. For this reason, I have not verified the accuracy or completeness of the accounting records or information and explanation you have given to me and I do not, therefore, express any opinion in the financial statements

A handwritten signature in black ink, appearing to read 'DJ Swatman', with a long horizontal line extending to the right.

DJ Swatman  
Chartered Accountant  
North Walsham  
Norfolk

14th March 2012

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31ST OCTOBER 2011**

	Notes	2011 £	2010 £
TURNOVER	1	101,387	88,639
COST OF SALES		70,328	50,435
<b>GROSS PROFIT</b>		<u>31,059</u>	<u>38,204</u>
Administrative expenses		26,072	23,688
<b>OPERATING PROFIT</b>	2	<u>4,987</u>	<u>14,516</u>
Other interest receivable		31	351
<b>PROFIT ON ORDINARY ACTIVITIES before taxation</b>		<u>5,018</u>	<u>14,867</u>
Tax on profits on ordinary activities	5	1,213	3,329
<b>PROFIT ON ORDINARY ACTIVITIES after taxation</b>	10	<u>3,805</u>	<u>11,538</u>

## BALANCE SHEET AT 31ST OCTOBER 2011

	Notes	2011		2010	
		£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	3		5,308		6,288
Tangible assets	4		<u>1,448</u>		<u>1,703</u>
			<u>6,756</u>		<u>7,991</u>
<b>CURRENT ASSETS</b>					
Stocks	1	26,426		28,744	
Debtors	6	94		208	
Cash at bank and in hand		<u>17,407</u>		<u>20,380</u>	
		<u>43,927</u>		<u>49,332</u>	
<b>CREDITORS . amounts falling due within one year</b>	7	<u>41,367</u>		<u>42,773</u>	
<b>NET CURRENT ASSETS (LIABILITIES)</b>			2,560		6,559
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>9,316</u>		<u>14,550</u>
<b>PROVISION FOR LIABILITIES</b>					
Deferred taxation	8	<u>197</u>		<u>236</u>	
			197		236
			<u>9,119</u>		<u>14,314</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	9		100		100
Profit and loss account	10		9,019		14,214
			<u>9,119</u>		<u>14,314</u>

For the financial year ended 31st October 2011, the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies

## Directors' responsibilities

The members have not requested the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and for preparing accounts

These financial statements have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements on pages 1 to 5 were approved by the Board of Directors on 14th March 2012 and signed on its behalf by



M D Morton  
Director

## NOTES TO THE FINANCIAL STATEMENTS AT 31ST OCTOBER 2011

### 1. ACCOUNTING POLICIES

The following accounting policies have been consistently applied in dealing with the items which are considered material in relation to the company's financial statements

#### Basis of accounting

The financial statements have been prepared under the historical cost accounting rules, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

#### Turnover

Turnover represents the amounts (excluding value added tax) derived from the provision of goods and services to customers during the year

#### Goodwill

Purchased goodwill was capitalised during the accounting period ended 31st October 2007

Goodwill will be amortised in equal instalments over the estimated useful economical life of ten years

#### Fixed assets and depreciation

Depreciation is provided on tangible fixed assets at rates estimated to write off the relevant assets over their expected useful economic lives. The annual rates and methods used are as follows -

Plant and machinery	15% Reducing balance
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#### Stocks

Stocks for resale are stated at the lower of cost and net realisable value

#### Deferred taxation

Full provision is made for deferred tax on assets and liabilities arising from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes

### 2. OPERATING PROFIT

	2011 £	2010 £
The operating profit is stated after charging		
Directors remuneration	13,006	11,424
Depreciation of tangible fixed assets	255	301
Amortisation of goodwill	980	980

### 3. FIXED ASSETS - INTANGIBLE

	Goodwill £	Goodwill £
<u>Cost or valuation</u>		
At 1st November 2010	9,800	9,800
At 31st October 2011	<u>9,800</u>	<u>9,800</u>
<u>Amortisation</u>		
At 1st November 2010	3,512	3,512
Provided in the period	980	980
At 31st October 2011	<u>4,492</u>	<u>4,492</u>
Net book value at 31st October 2011	<u>5,308</u>	<u>5,308</u>
Net book value at 31st October 2010	<u>6,288</u>	<u>6,288</u>

# NOTES TO THE FINANCIAL STATEMENTS AT 31ST OCTOBER 2011

## 4. FIXED ASSETS - TANGIBLE

	Plant & Machinery £	Total £
<u>Cost or valuation</u>		
At 1st November 2010	2,554	2,554
Additions during the period		0
Disposals during period		(0)
At 31st October 2011	<u>2,554</u>	<u>2,554</u>
<u>Depreciation</u>		
At 1st November 2010	851	851
Disposals during period		(0)
Provided in the period	255	255
At 31st October 2011	<u>1,106</u>	<u>1,106</u>
Net book value at 31st October 2011	<u>1,448</u>	<u>1,448</u>
Net book value at 31st October 2010	<u>1,703</u>	<u>1,703</u>

## 5. TAXATION ON THE PROFITS ON ORDINARY ACTIVITIES

The tax charge on the profits on ordinary activities for the year was as follows

	2011 £	2010 £
UK corporation tax on the profits for the period	1,253	3,361
Adjustment in respect to prior periods	(-1)	
Total current tax	<u>1,252</u>	<u>3,361</u>
Transferred from deferred taxation	<u>(-39)</u>	<u>(-32)</u>
	<u>1,213</u>	<u>3,329</u>

## 6. DEBTORS

	2011 £	2010 £
Amounts falling due within one year		
Other debtors	94	208
	<u>94</u>	<u>208</u>

## 7. CREDITORS : amounts falling due within one year

	2011 £	2010 £
Trade creditors	5,642	3,525
Taxation and social security	1,253	3,295
Other creditors	34,472	35,953
	<u>41,367</u>	<u>42,773</u>

## 8. PROVISION FOR LIABILITIES

	2011 £	2010 £
<u>Deferred taxation</u>		
Opening balance	236	268
Charge for the year	(-39)	(-32)
Closing balance	<u>197</u>	<u>236</u>
Corporation tax deferred by accelerated capital allowances	197	236
The provision is based on a corporation tax rate of 20% (2010 - 21%)		

# NOTES TO THE FINANCIAL STATEMENTS AT 31ST OCTOBER 2011

## 9. SHARE CAPITAL

	2011 £	2010 £
ALLOTTED, CALLED UP AND FULLY PAID Ordinary shares of £1 each	<u>100</u>	<u>100</u>

## 10. PROFIT AND LOSS ACCOUNT

	2011 £	2010 £
Balance at 1st November 2010	14,214	12,176
Profit for the period	3,805	11,538
Dividends paid	<u>(-9,000)</u>	<u>(-9,500)</u>
Balance at 31st October 2011	<u>9,019</u>	<u>14,214</u>

## 11. PROPOSED DIVIDENDS

The directors propose that a dividend of £20 per share (2010 - £30), £2,000 in aggregate (2010 - £3,000) will be paid in January 2012