

A & M SHOES LIMITED

**UNAUDITED
FINANCIAL STATEMENTS**

for the year ended

31st October 2009

D J SWATMAN

Chartered Accountant

SATURDAY



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COMPANIES HOUSE

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 2009

PRINCIPAL ACTIVITIES

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

DIRECTORS

The directors all of whome 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 handwritten signature in black ink, appearing to read 'A K Morton', with a stylized flourish at the end.

A K Morton

Director

9th March 2010

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 2009 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



D J Swatman
Chartered Accountant
North Walsham
Norfolk

9th March 2010

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST OCTOBER 2009**

	Notes	2009 £	2008 £
TURNOVER	1	85,650	82,353
COST OF SALES		47,233	44,418
GROSS PROFIT		<u>38,417</u>	<u>37,935</u>
Administrative expenses		22,456	22,640
OPERATING PROFIT	2	<u>15,961</u>	<u>15,295</u>
Other interest receivable		134	594
PROFIT ON ORDINARY ACTIVITIES before taxation		<u>16,095</u>	<u>15,889</u>
Tax on profits on ordinary activities	5	3,559	3,466
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION	10	<u>12,536</u>	<u>12,423</u>

BALANCE SHEET AT 31ST OCTOBER 2009

	Notes	2009		2008	
		£	£	£	£
FIXED ASSETS					
Intangible assets	3		7,268		8,248
Tangible assets	4		<u>2,004</u>		<u>1,772</u>
			<u>9,272</u>		<u>10,020</u>
CURRENT ASSETS					
Stocks	1	27,225		26,351	
Debtors	6	186		111	
Cash at bank and in hand		<u>17,054</u>		<u>12,737</u>	
		<u>44,465</u>		<u>39,199</u>	
CREDITORS : amounts falling due within one year	7	<u>41,193</u>		<u>42,297</u>	
NET CURRENT ASSETS (LIABILITIES)			3,272		(-3,098)
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>12,544</u>		<u>6,922</u>
PROVISION FOR LIABILITIES					
Deferred taxation	8	<u>268</u>		<u>182</u>	
			268		182
			<u>12,276</u>		<u>6,740</u>
CAPITAL AND RESERVES					
Called up share capital	9		100		100
Profit and loss account	10		12,176		6,640
			<u>12,276</u>		<u>6,740</u>

For the financial year ended 31st October 2009, 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 9th March 2010 and signed on its behalf by



A K Morton
Director

NOTES TO THE FINANCIAL STATEMENTS AT 31ST OCTOBER 2009

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 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

	2009 £	2008 £
The operating profit is stated after charging		
Directors remuneration	11,184	10,998
Depreciation of tangible fixed assets	272	205
Amortisation of goodwill	980	980

3. FIXED ASSETS - INTANGIBLE

	Goodwill	Total
<u>Cost or valuation</u>	£	£
At 1st November 2008	9,800	9,800
At 31st October 2009	<u>9,800</u>	<u>9,800</u>
<u>Amortisation</u>		
At 1st November 2008	1,552	1,552
Provided in the period	980	980
At 31st October 2009	<u>2,532</u>	<u>2,532</u>
Net book value at 31st October 2009	<u>7,268</u>	<u>7,268</u>
Net book value at 31st October 2008	<u>8,248</u>	<u>8,248</u>

NOTES TO THE FINANCIAL STATEMENTS AT 31ST OCTOBER 2009

4. FIXED ASSETS - TANGIBLE

	Plant & Machinery £	Total £
<u>Cost or valuation</u>		
At 1st November 2008	2,050	2,050
Additions during the period	504	504
Disposals during period		(0)
At 31st October 2009	<u>2,554</u>	<u>2,554</u>
<u>Depreciation</u>		
At 1st November 2008	278	278
Disposals during period		(0)
Provided in the period	272	272
At 31st October 2009	<u>550</u>	<u>550</u>
Net book value at 31st October 2009	<u>2,004</u>	<u>2,004</u>
Net book value at 31st October 2008	<u>1,772</u>	<u>1,772</u>

5. TAXATION ON THE PROFITS ON ORDINARY ACTIVITIES

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

	2009 £	2008 £
UK corporation tax on the profits for the period	3,483	3,284
Adjustment in respect to prior periods	(-10)	
Total current tax	<u>(3,473)</u>	<u>(3,284)</u>
Transferred from deferred taxation	86	182
	<u>3,559</u>	<u>3,466</u>

6. DEBTORS

	2009 £	2008 £
Amounts falling due within one year		
Other debtors	186	111
	<u>186</u>	<u>111</u>

7. CREDITORS : amounts falling due within one year

	2009 £	2008 £
Trade creditors	2,793	6,397
Taxation and social security	3,483	3,284
Other creditors	34,917	32,616
	<u>41,193</u>	<u>42,297</u>

8. PROVISION FOR LIABILITIES

	2009 £	2008 £
<u>Deferred taxation</u>		
Opening balance	182	
Charge for the year	86	182
Closing balance	<u>268</u>	<u>182</u>
Corporation tax deferred by accelerated capital allowances	268	182
The provision is based on a corporation tax rate of 21%		

**NOTES TO THE FINANCIAL STATEMENTS
AT 31ST OCTOBER 2009**

9. SHARE CAPITAL

	2009 £	2008 £
ALLOTTED, CALLED UP AND FULLY PAID Ordinary shares of £1 each	<u>100</u>	<u>100</u>

10. PROFIT AND LOSS ACCOUNT

	2009 £	2008 £
Balance at 1st November 2008	6,640	717
Profit for the period	12,536	12,423
Dividends paid	<u>(-7,000)</u>	<u>(-6,500)</u>
Balance at 31st October 2009	<u>12,176</u>	<u>6,640</u>

11. PROPOSED DIVIDENDS

The directors propose that a dividend of £30 per share (2008 - £20), £3,000 in aggregate (2008 - £2,000) will be paid in January 2010