

A & M SHOES LIMITED

UNAUDITED
FINANCIAL STATEMENTS

for the year ended
31st October 2015

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 2015.

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



5th April 2016

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 2015 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

5th April 2016

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST OCTOBER 2015**

	Notes	2015 £	2014 £
TURNOVER	1	94,014	98,372
COST OF SALES		57,629	63,094
GROSS PROFIT		<u>36,385</u>	<u>35,278</u>
Administrative expenses		29,511	28,929
OPERATING PROFIT	2	<u>6,874</u>	<u>6,349</u>
Other interest receivable		70	29
PROFIT ON ORDINARY ACTIVITIES before taxation		<u>6,944</u>	<u>6,378</u>
Tax on profits on ordinary activities	5	1,605	1,471
PROFIT ON ORDINARY ACTIVITIES after taxation	10	<u>5,339</u>	<u>4,907</u>

BALANCE SHEET AT 31ST OCTOBER 2015

	Notes	2015		2014	
		£	£	£	£
FIXED ASSETS					
Intangible assets	3		1,388		2,368
Tangible assets	4		<u>1,203</u>		<u>1,416</u>
			2,591		3,784
CURRENT ASSETS					
Stocks	1	31,466		30,980	
Debtors	6	189		335	
Cash at bank and in hand		<u>17,606</u>		<u>17,919</u>	
		49,261		49,234	
CREDITORS : amounts falling due within one year	7	<u>30,965</u>		<u>31,437</u>	
NET CURRENT ASSETS			18,296		17,797
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>20,887</u>		<u>21,581</u>
PROVISION FOR LIABILITIES					
Deferred taxation	8	<u>199</u>		<u>232</u>	
			199		232
		<u>20,688</u>		<u>21,349</u>	
CAPITAL AND RESERVES					
Called up share capital	9		100		100
Profit and loss account	10		20,588		21,249
			<u>20,688</u>		<u>21,349</u>

For the financial year ended 31st October 2015, 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 5th April 2016 and signed on its behalf by :

M D Morton
Director



NOTES TO THE FINANCIAL STATEMENTS AT 31ST OCTOBER 2015

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

	2015 £	2014 £
The operating profit is stated after charging :		
Directors remuneration	16,094	15,692
Depreciation of tangible fixed assets	213	249
Amortisation of goodwill	980	980

3. FIXED ASSETS - INTANGIBLE

	Goodwill £	Total £
<u>Cost or valuation</u>		
At 1st November 2014	9,800	9,800
At 31st October 2015	<u>9,800</u>	<u>9,800</u>
<u>Amortisation</u>		
At 1st November 2014	7,432	7,432
Provided in the period	980	980
At 31st October 2015	<u>8,412</u>	<u>8,412</u>
Net book value at 31st October 2015	<u>1,388</u>	<u>1,388</u>
Net book value at 31st October 2014	<u>2,368</u>	<u>2,368</u>

NOTES TO THE FINANCIAL STATEMENTS AT 31ST OCTOBER 2015

4. FIXED ASSETS - TANGIBLE

	Plant & Machinery £	Total £
<u>Cost or valuation</u>		
At 1st November 2014	3,217	3,217
Additions during the period		0
Disposals during period		(0)
At 31st October 2015	<u>3,217</u>	<u>3,217</u>
<u>Depreciation</u>		
At 1st November 2014	1,801	1,801
Disposals during period		(0)
Provided in the period	213	213
At 31st October 2015	<u>2,014</u>	<u>2,014</u>
Net book value at 31st October 2015	<u>1,203</u>	<u>1,203</u>
Net book value at 31st October 2014	<u>1,416</u>	<u>1,416</u>

5. TAXATION ON THE PROFITS ON ORDINARY ACTIVITIES

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

	2015 £	2014 £
UK corporation tax on the profits for the period	1,638	1,510
Adjustment in respect of prior periods		
Total current tax	<u>1,638</u>	<u>1,510</u>
Transferred from deferred taxation	<u>(-33)</u>	<u>(-39)</u>
	<u>1,605</u>	<u>1,471</u>

6. DEBTORS

	2015 £	2014 £
Amounts falling due within one year :		
Other debtors	189	335
	<u>189</u>	<u>335</u>

7. CREDITORS : amounts falling due within one year

	2015 £	2014 £
Trade creditors	3,555	2,407
Taxation and social security	1,638	1,510
Other creditors	25,772	27,520
	<u>30,965</u>	<u>31,437</u>

8. PROVISION FOR LIABILITIES

	2015 £	2014 £
<u>Deferred taxation</u>		
Opening balance	232	271
Charge for the year	<u>(-33)</u>	<u>(-39)</u>
Closing balance	<u>199</u>	<u>232</u>
Corporation tax deferred by accelerated capital allowances	199	232
The provision is based on a corporation tax rate of 20% (2014 - 20%)		

**NOTES TO THE FINANCIAL STATEMENTS
AT 31ST OCTOBER 2015**

9. SHARE CAPITAL

	2015 £	2014 £
ALLOTTED, CALLED UP AND FULLY PAID : Ordinary shares of £1 each	<u>100</u>	<u>100</u>

10. PROFIT AND LOSS ACCOUNT

	2015 £	2014 £
Balance at 1st November 2014	21,249	22,342
Profit for the period	5,339	4,907
Dividends paid	<u>(-6,000)</u>	<u>(-6,000)</u>
Balance at 31st October 2015	<u>20,588</u>	<u>21,249</u>

11. PROPOSED DIVIDENDS

The directors have proposed the payment of dividends since the end of the financial period of £120 per share (2014 - £20), amounting in aggregate to £12,000 (2014 - £2,000).

12. RELATED PARTY TRANSACTIONS

Dividends paid to directors

Dividends paid to directors in their capacity as shareholders during the year included £3,000 to Mr A K Morton (2014 - £3,000) and £3,000 to Mr M D Morton (2014 - £3,000).