

**A & M SHOES LIMITED**

**UNAUDITED  
FINANCIAL STATEMENTS**

**for the year ended**

**31st October 2016**

THURSDAY



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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 2016.

### **DIRECTORS**

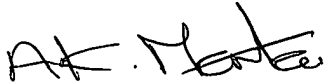
The directors who served during the year were as follows :-

Mr A K Morton

Mr M D Morton

This report was approved by the board on 28 March 2017, and 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 'AK Morton', written in a cursive style.

A K Morton  
Director

28th March 2017

## **A & M SHOES LIMITED**

### **Accountants' Report to the Board of Directors on the preparation of the Unaudited Financial Statements of A & M Shoes Limited for the year ended 31 October 2016.**

In order to assist you to fulfil your duties under the Companies Act 2006, I have prepared for your approval, the financial statements of the A & M Shoes Limited for the year ended 31 October 2016 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 from information and explanation you have given 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 2016 your duty to ensure that the company has kept adequate accounting records and to prepare financial statements that give a true and fair view of the assets, liabilities, financial position and profit or loss of the company. You consider that the company is exempt from the statutory audit requirements for the year.

I have not been instructed to carry out an audit or a review the financial statements of A & M Shoes Limited. 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 on the financial statements.



D J Swatman  
Chartered Accountant  
North Walsham  
Norfolk

28th March 2017

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31ST OCTOBER 2016**

	Notes	2016 £	2015 £
TURNOVER	1	89,415	94,014
COST OF SALES		51,988	57,629
<b>GROSS PROFIT</b>		<u>37,427</u>	<u>36,385</u>
ADMINISTRATIVE EXPENSES		30,254	29,511
<b>OPERATING PROFIT</b>	2	<u>7,173</u>	<u>6,874</u>
OTHER INTEREST RECEIVABLE		62	70
<b>PROFIT ON ORDINARY ACTIVITIES before taxation</b>		<u>7,235</u>	<u>6,944</u>
TAXATION ON PROFIT ON ORDINARY ACTIVITIES	5	1,643	1,605
<b>PROFIT ON ORDINARY ACTIVITIES after taxation</b>	10	<u>5,592</u>	<u>5,339</u>

## BALANCE SHEET AT 31ST OCTOBER 2016

	Notes	2016		2015	
		£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	3		408		1,388
Tangible assets	4		<u>1,160</u>		<u>1,203</u>
			<u>1,568</u>		<u>2,591</u>
<b>CURRENT ASSETS</b>					
Stocks	1	33,734		31,466	
Debtors	6	189		189	
Cash at bank and in hand		<u>15,045</u>		<u>17,606</u>	
		<u>48,968</u>		<u>49,261</u>	
<b>CREDITORS : amounts falling due within one year</b>	7	<u>39,058</u>		<u>30,965</u>	
<b>NET CURRENT ASSETS</b>			9,910		18,296
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>11,478</u>		<u>20,887</u>
<b>PROVISION FOR LIABILITIES</b>					
Deferred taxation	8	<u>198</u>		<u>199</u>	
			198		199
<b>NET ASSETS</b>			<u>11,280</u>		<u>20,688</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	9		100		100
Profit and loss account	10		11,180		20,588
<b>SHAREHOLDERS FUNDS</b>			<u>11,280</u>		<u>20,688</u>

For the financial year ended 31st October 2016, 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 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 the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions within Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements on pages 1 to 5 were approved by the Board of Directors on 28th March 2017 and signed on its behalf by :



M D Morton  
Director

## NOTES TO THE FINANCIAL STATEMENTS AT 31ST OCTOBER 2016

### 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 January 2015).

#### 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

	2016 £	2015 £
The operating profit is stated after charging :		
Directors remuneration	16,168	16,094
Depreciation of tangible fixed assets	392	213
Amortisation of goodwill	980	980

### 3. FIXED ASSETS - INTANGIBLE

	Goodwill £	Total £
<u>Cost or valuation</u>		
At 1st November 2015	9,800	9,800
At 31st October 2016	<u>9,800</u>	<u>9,800</u>
<u>Amortisation</u>		
At 1st November 2015	8,412	8,412
Provided in the period	980	980
At 31st October 2016	<u>9,392</u>	<u>9,392</u>
Net book value at 31st October 2016	<u>408</u>	<u>408</u>
Net book value at 31st October 2015	<u>1,388</u>	<u>1,388</u>

# NOTES TO THE FINANCIAL STATEMENTS AT 31ST OCTOBER 2016

## 4. FIXED ASSETS - TANGIBLE

	Plant & Machinery £	Total £
<u>Cost or valuation</u>		
At 1st November 2015	3,217	3,217
Additions during the period	349	349
Disposals during period	(-504)	(-504)
At 31st October 2016	<u>3,062</u>	<u>3,062</u>
<u>Depreciation</u>		
At 1st November 2015	2,014	2,014
Disposals during period	(-504)	(-504)
Provided in the period	392	392
At 31st October 2016	<u>1,902</u>	<u>1,902</u>
Net book value at 31st October 2016	<u>1,160</u>	<u>1,160</u>
Net book value at 31st October 2015	<u>1,203</u>	<u>1,203</u>

## 5. TAXATION ON THE PROFITS ON ORDINARY ACTIVITIES

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

	2016 £	2015 £
UK corporation tax on the profits for the period	1,644	1,638
Adjustment in respect to prior periods		
Total current tax	<u>1,644</u>	<u>1,638</u>
Transferred from deferred taxation	<u>(-1)</u>	<u>(-33)</u>
	<u>1,643</u>	<u>1,605</u>

## 6. DEBTORS

	2016 £	2015 £
Amounts falling due within one year :		
Other debtors	189	189
	<u>189</u>	<u>189</u>

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

	2016 £	2015 £
Trade creditors	2,361	3,555
Taxation and social security	1,644	1,638
Other creditors	35,053	25,772
	<u>39,058</u>	<u>30,965</u>

## 8. PROVISION FOR LIABILITIES

	2016 £	2015 £
<u>Deferred taxation</u>		
Opening balance	199	232
Charge for the year	(-1)	(-33)
Closing balance	<u>198</u>	<u>199</u>
Corporation tax deferred by accelerated capital allowances	198	199
The provision is based on a corporation tax rate of 20% (2015 - 20%)		

**NOTES TO THE FINANCIAL STATEMENTS  
AT 31ST OCTOBER 2016**

**9. SHARE CAPITAL**

	2016 £	2015 £
ALLOTTED, CALLED UP AND FULLY PAID : Ordinary shares of £1 each	<u>100</u>	<u>100</u>

**10. PROFIT AND LOSS ACCOUNT**

	2016 £	2015 £
Balance at 1st November 2015	20,588	21,249
Profit for the period	5,592	5,339
Dividends paid	<u>(-15,000)</u>	<u>(-6,000)</u>
Balance at 31st October 2016	<u>11,180</u>	<u>20,588</u>

**11. PROPOSED DIVIDENDS**

The directors have proposed the payment of dividends since the end of the financial period of £20 per share (2015 - £120), amounting in aggregate to £2,000 (2015 - £12,000).

**12. RELATED PARTY TRANSACTIONS**

**Dividends paid to directors**

Dividends paid to directors in their capacity as shareholders during the year included £7,500 to Mr A K Morton (2015 - £3,000) and £7,500 to Mr M D Morton (2015 - £3,000).