

HARMATAN AND OAKRIDGE LEATHERS 2008 LIMITED
UNAUDITED
DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014



HARMATAN AND OAKRIDGE LEATHERS

COMPANY INFORMATION

DIRECTOR	M W Lamb
REGISTERED NUMBER	06566887
REGISTERED OFFICE	5 Elstree Gate Elstree Way Borehamwood Hertfordshire WD6 1JD
ACCOUNTANTS	Sopher + Co LLP Chartered Accountants 5 Elstree Gate Elstree Way Borehamwood Hertfordshire WD6 1JD

HARMATAN AND OAKRIDGE LEATHERS

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HARMATAN AND OAKRIDGE LEATHERS

DIRECTOR'S REPORT FOR THE YEAR ENDED 30 JUNE 2014

The director presents his report and the financial statements for the year ended 30 June 2014.

PRINCIPAL ACTIVITIES

The principal activity of the company continued to be that of leather processing.

DIRECTOR

The director who served during the year was:

M W Lamb

DIRECTOR'S RESPONSIBILITIES STATEMENT

The director is responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

In preparing this report, the director has taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board and signed on its behalf.



M W Lamb
Director

Date: 6 October 2014

HARMATAN AND OAKRIDGE LEATHERS

CHARTERED ACCOUNTANTS' REPORT TO THE DIRECTOR ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF HARMATAN AND OAKRIDGE LEATHERS FOR THE YEAR ENDED 30 JUNE 2014

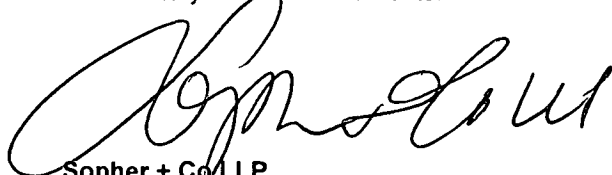
In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Harmatan and Oakridge Leathers for the year ended 30 June 2014 which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given to us.

As a member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at icaew.com/regulations.

This report is made solely to the director of Harmatan and Oakridge Leathers in accordance with the terms of our engagement letter dated 20 September 2013. Our work has been undertaken solely to prepare for your approval the financial statements of Harmatan and Oakridge Leathers and state those matters that we have agreed to state to the director of Harmatan and Oakridge Leathers in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Harmatan and Oakridge Leathers and its director for our work or for this report.

It is your duty to ensure that Harmatan and Oakridge Leathers has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the company's assets, liabilities, financial position and loss. You consider that Harmatan and Oakridge Leathers is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or review of the financial statements of Harmatan and Oakridge Leathers. 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 statutory financial statements.



Sopher + Co LLP

Chartered Accountants

5 Elstree Gate
Elstree Way
Borehamwood
Hertfordshire
WD6 1JD

6 October 2014

HARMATAN AND OAKRIDGE LEATHERS**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2014**

	Note	2014 £	2013 £
TURNOVER	1,2	524,475	620,540
Cost of sales		<u>(376,232)</u>	<u>(398,428)</u>
GROSS PROFIT		148,243	222,112
Administrative expenses		<u>(170,881)</u>	<u>(235,125)</u>
OPERATING LOSS	3	(22,638)	(13,013)
Interest receivable and similar income		<u>311</u>	<u>421</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(22,327)	(12,592)
Tax on loss on ordinary activities	5	<u>1,813</u>	<u>831</u>
LOSS FOR THE FINANCIAL YEAR	12	<u>(20,514)</u>	<u>(11,761)</u>

The notes on pages 6 to 10 form part of these financial statements.

HARMATAN AND OAKRIDGE LEATHERS
REGISTERED NUMBER: 06566887

BALANCE SHEET
AS AT 30 JUNE 2014

	Note	£	2014 £	£	2013 £
FIXED ASSETS					
Intangible assets	6		-		1,333
Tangible assets	7		23,632		26,978
			23,632		28,311
CURRENT ASSETS					
Stocks		184,005		199,055	
Debtors	8	42,802		100,997	
Cash at bank and in hand		48,614		79,577	
		275,421		379,629	
CREDITORS: amounts falling due within one year	9	(56,456)		(144,159)	
NET CURRENT ASSETS			218,965		235,470
TOTAL ASSETS LESS CURRENT LIABILITIES			242,597		263,781
PROVISIONS FOR LIABILITIES					
Deferred tax	10		(4,726)		(5,396)
NET ASSETS			237,871		258,385
CAPITAL AND RESERVES					
Called up share capital	11		100		100
Profit and loss account	12		237,771		258,285
SHAREHOLDERS' FUNDS			237,871		258,385

The director considers that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 30 June 2014 and of its loss for the year in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

HARMATAN AND OAKRIDGE LEATHERS

**BALANCE SHEET (continued)
AS AT 30 JUNE 2014**

The financial statements were approved and authorised for issue by the board and were signed on its behalf by the sole director on 6 October 2014.

A handwritten signature in black ink, appearing to read 'M W Lamb', with a horizontal line underneath it.

M W Lamb
Director

The notes on pages 6 to 10 form part of these financial statements.

HARMATAN AND OAKRIDGE LEATHERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

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

1.2 Turnover

Turnover comprises revenue recognised by the company in respect of goods supplied during the year, exclusive of Value Added Tax and trade discounts.

Revenue is recognised when goods are dispatched.

1.3 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the Profit and Loss Account over its estimated economic life.

Amortisation is provided at the following rates:

Goodwill	- over 5 years straight line method
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1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & machinery	- 33.3% Reducing balance method
Fixtures & fittings	- 15% Reducing balance method

1.5 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.6 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

HARMATAN AND OAKRIDGE LEATHERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

1. ACCOUNTING POLICIES (continued)

1.7 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and Loss Account.

2. TURNOVER

67.7% of the company's turnover (2013 - 64.6%) is attributable to geographical markets outside the United Kingdom.

3. OPERATING LOSS

The operating loss is stated after charging:

	2014 £	2013 £
Amortisation - intangible fixed assets	1,333	8,000
Depreciation of tangible fixed assets: - owned by the company	4,526	5,179
	<u> </u>	<u> </u>

4. DIRECTOR'S REMUNERATION

	2014 £	2013 £
Aggregate remuneration	40,792	41,792
	<u> </u>	<u> </u>

5. TAXATION

	2014 £	2013 £
Analysis of tax charge in the year		
Current tax		
UK corporation tax (credit)/charge on loss for the year	(1,143)	1,143
Deferred tax (see note 10)		
Origination and reversal of timing differences	(670)	(1,974)
Tax on loss on ordinary activities	<u>(1,813)</u>	<u>(831)</u>

HARMATAN AND OAKRIDGE LEATHERS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

5. TAXATION (continued)

Factors that may affect future tax charges

At the balance sheet date the company had estimated tax losses of £11,936 (2013 - £nil) available to carry forward and use against future taxable profits.

No provision has been made for a deferred tax asset in respect of these losses in view of the directors' uncertainty as to when they may prove fully recoverable.

6. INTANGIBLE FIXED ASSETS

	Goodwill £
Cost	
At 1 July 2013 and 30 June 2014	40,000
Amortisation	
At 1 July 2013	38,667
Charge for the year	1,333
At 30 June 2014	40,000
Net book value	
At 30 June 2014	-
At 30 June 2013	1,333

HARMATAN AND OAKRIDGE LEATHERS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014**

7. TANGIBLE FIXED ASSETS

	Other fixed assets £
Cost	
At 1 July 2013	47,612
Additions	1,180
At 30 June 2014	<u>48,792</u>
Depreciation	
At 1 July 2013	20,634
Charge for the year	4,526
At 30 June 2014	<u>25,160</u>
Net book value	
At 30 June 2014	<u>23,632</u>
At 30 June 2013	<u>26,978</u>

8. DEBTORS

	2014 £	2013 £
Trade debtors	34,942	98,442
Other debtors	7,860	2,555
	<u>42,802</u>	<u>100,997</u>

**9. CREDITORS:
Amounts falling due within one year**

	2014 £	2013 £
Trade creditors	32,950	57,690
Corporation tax	-	1,143
Other taxation and social security	6,059	6,100
Other creditors	17,447	79,226
	<u>56,456</u>	<u>144,159</u>

HARMATAN AND OAKRIDGE LEATHERS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014**

10. DEFERRED TAXATION

	2014 £	2013 £
At beginning of year	5,396	7,370
Released during year (P&L)	(670)	(1,974)
At end of year	<u>4,726</u>	<u>5,396</u>

The provision for deferred taxation is made up as follows:

	2014 £	2013 £
Accelerated capital allowances	<u>4,726</u>	<u>5,396</u>

11. SHARE CAPITAL

	2014 £	2013 £
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

12. RESERVES

	Profit and loss account £
At 1 July 2013	258,285
Loss for the financial year	(20,514)
At 30 June 2014	<u>237,771</u>

13. RELATED PARTY TRANSACTIONS

During the year, the company paid rent of £1,500 (2013 - £1,500) to M W Lamb, the director and a shareholder of the company. At the year-end, the company owed £3,950 (2013 - £3,575) to M W Lamb included in other creditors.

During the year, the company paid rent of £1,500 (2013 - £1,500) to R N Lamb, the brother of M W Lamb and a shareholder of the company. At the year-end, the company owed £2,450 (2013 - £2,825) to R N Lamb included in other creditors.

During the year, the company paid rent of £1,500 (2013 - £1,500) to A Durno, the sister of M W Lamb. At the year-end, the company owed £250 (2013 - £625) to A Durno included in other creditors.

During the year, the company paid £12,000 (2013 - £12,000) for consultancy services to M J Lamb, in the ordinary course of business. M J Lamb is the father of M W Lamb and R N Lamb.