

Company Registration No NI10849 (Northern Ireland)

ABBNEY UPHOLSTERERS LIMITED

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2010



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COMPANIES HOUSE

ABBAY UPHOLSTERERS LIMITED

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ABBEY UPHOLSTERERS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2010

The directors present their report and financial statements for the year ended 31 December 2010

Principal activities and review of the business

The principal activity of the company continued to be that of furniture manufacturers and upholsterers

The results for the year and the financial position at the year end were considered satisfactory by the directors given the current economic conditions

Performance in the sector is affected by general economic conditions. Management carry out a regular performance review, including assessment of competitor activity, market trends and customer behaviour. The security of market supply is monitored by management on an ongoing basis with product quality and service level regularly reviewed. The directors are satisfied that the company has a secure supply of orders throughout the 2011 year and into 2012. The company is pursuing a number of promising opportunities that will fall due thereafter. The directors have completed an assessment of their trading performance to December 2011. However uncertainty in the market place prevents reliable assessments of performance beyond that point.

The directors are pleased to report improvement in turnover in the year to 31 December 2010 and expect similar sales levels to be achieved in the year to 31 December 2011.

Results and dividends

The results for the year are set out on page 6.

The directors do not recommend payment of an ordinary dividend.

Environment

The company recognises its corporate responsibility to carry out its operations whilst minimising environmental impacts. The directors' continued aim is to comply with all applicable environmental legislation, prevent pollution and reduce waste wherever possible.

Health and safety

The company is committed to achieving the highest practicable standards in health and safety management and strives to make all sites and offices safe environments for employees and customers alike.

Financial risk management

Given the size of the company, the directors have retained the responsibility of monitoring the financial risks of the company. The key risks identified by the company are credit risk and interest rate risk.

Foreign exchange risk

While the greater part of the company's revenues and expenses are denominated in sterling, the company is exposed to some foreign exchange risk in the normal course of business, principally on sales and purchases of product in euro. The company has mitigated foreign exchange risk to some extent through the matching of euro income and expenditure as much as possible. While the company has not used financial instruments to date to hedge foreign exchange exposure, the position is kept constantly under review.

Directors

The following directors have held office since 1 January 2010:

George Devlin

Paul Devlin

ABBEY UPHOLSTERERS LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2010

Auditors

The auditors, Moore Stephens, are deemed to be reappointed under section 487(2) of the Companies Act 2006

Statement of directors' responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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 those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and 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 directors are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are 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.

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

On behalf of the board



George Devlin

Director

16 September 2011

ABBNEY UPHOLSTERERS LIMITED

INDEPENDENT AUDITORS' REPORT TO ABBNEY UPHOLSTERERS LIMITED

UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages 6 to 21, together with the financial statements of Abbey Upholsterers Limited for the year ended 31 December 2010 prepared under section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Chapter 10 of Part 15 of the Companies Act 2006. Our work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.

Other information

On 16 September 2011 we reported, as auditors of Abbey Upholsterers Limited, to the members on the financial statements prepared under section 396 of the Companies Act 2006 for the year ended 31 December 2010, and our audit report was as follows:

"We have audited the financial statements of Abbey Upholsterers Limited for the year ended 31 December 2010 set out on pages 6 to 21. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company's and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out on pages 1 - 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

ABBEY UPHOLSTERERS LIMITED

INDEPENDENT AUDITORS' REPORT TO ABBEY UPHOLSTERERS LIMITED (CONTINUED)

UNDER SECTION 449 OF THE COMPANIES ACT 2006

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

Qualified opinion on financial statements arising from limitation in audit scope

With respect to carrying values of the company's investment properties, which have been valued by the company's directors at £2.2m on the basis set out in note 8, the audit evidence available to us was limited because no independent valuation by a qualified person of the Company's entire investment portfolio had been undertaken. In addition, there was insufficient appropriate audit evidence regarding the directors' assumption that full planning permission would be granted on a substantial development site within the investment property portfolio.

Except for the financial effects of such adjustments, if any, as might have been determined to be necessary had we been able to satisfy ourselves as to the quantum of the impairment, in our opinion the financial statements:

- the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2010 and of its profit for the year then ended, and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Emphasis of matter - Going concern

"In forming our opinion on the financial statements, which have been qualified above, we have considered the adequacy of the disclosure made in note 1 to the financial statements concerning the company's ability to continue as a going concern. The company is dependent upon continued support from its bankers, which has thus far been forthcoming, and upon continued demand for its products. These conditions along with the other matters explained in note 1 to the financial statements, indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the company was unable to achieve a favourable outcome to those uncertainties and to continue as a going concern."

ABBAY UPHOLSTERERS LIMITED

INDEPENDENT AUDITORS' REPORT TO ABBAY UPHOLSTERERS LIMITED (CONTINUED)

UNDER SECTION 449 OF THE COMPANIES ACT 2006

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements

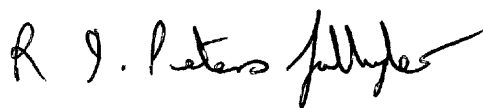
Matters on which we are required to report by exception

In respect solely of the limitation on our work relating to investment properties, described above

- we have not obtained all the information and explanations that we considered necessary for the purpose of our audit, and
- we were unable to determine whether proper accounting records had been maintained

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made



Mrs R I Peters Gallagher OBE FCA (Senior Statutory Auditor)

for and on behalf of Moore Stephens

16 September 2011

**Chartered Accountants
Statutory Auditor**

Chartered Accountants
4th Floor - Donegall House
7 Donegall Square North
Belfast
BT1 5GB

ABBNEY UPHOLSTERERS LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2010

		2010	2009
	Notes	£	£
Turnover		3,338,682	2,625,226
Other operating income less cost of sales		(2,414,237)	(1,919,943)
Distribution costs		(102,001)	(87,574)
Administrative expenses		(389,848)	(380,709)
Operating profit	2	432,596	237,000
Other interest receivable and similar income		40	80
Amounts written off investments	4	(118,000)	-
Interest payable and similar charges	5	(247,074)	(285,393)
Profit/(loss) on ordinary activities before taxation		67,562	(48,313)
Tax on profit/(loss) on ordinary activities	6	(8,766)	10,145
Profit/(loss) for the year	17	58,796	(38,168)

The profit and loss account has been prepared on the basis that all operations are continuing operations

ABBAY UPHOLSTERERS LIMITED

ABBREVIATED STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES FOR THE YEAR ENDED 31 DECEMBER 2010

	Notes	2010 £	2009 £
Profit/(loss) for the financial year		58,796	(38,168)
Unrealised deficit on revaluation of properties		-	(327,270)
Total recognised gains and losses relating to the year		<u>58,796</u>	<u>(365,438)</u>

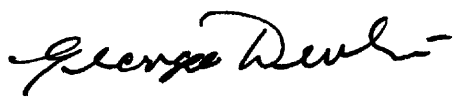
ABBEY UPHOLSTERERS LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 2010

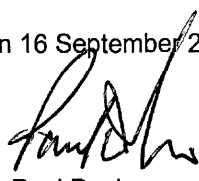
	Notes	2010 £	£	2009 £	£
Fixed assets					
Tangible assets	8 and 9	8,635,841		8,740,424	
Current assets					
Stocks	10	171,249		189,504	
Debtors	11	533,536		606,122	
Cash at bank and in hand		105,661		105,692	
		<u>810,446</u>		<u>901,318</u>	
Creditors amounts falling due within one year	12	<u>(8,148,071)</u>		<u>(8,229,159)</u>	
Net current liabilities			<u>(7,337,625)</u>		<u>(7,327,841)</u>
Total assets less current liabilities		1,298,216		1,412,583	
Creditors amounts falling due after more than one year	13	(987,692)		(1,044,621)	
Provisions for liabilities	14	(23,122)		(14,356)	
		<u>287,402</u>		<u>353,606</u>	
Capital and reserves					
Called up share capital	16	12,500		12,500	
Revaluation reserve	17	-		(327,270)	
Profit and loss account	17	274,902		668,376	
Shareholders' funds	18	<u>287,402</u>		<u>353,606</u>	

These abbreviated accounts have been prepared in accordance with the special provisions in section 445(3) of the Companies Act 2006 relating to medium-sized companies

Approved by the Board and authorised for issue on 16 September 2011



George Devlin
Director



Paul Devlin
Director

Company Registration No NI10849

ABBEEY UPHOLSTERERS LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2010

	£	2010 £	£	2009 £
Net cash inflow from operating activities		587,731		554,960
Returns on investments and servicing of finance				
Interest received	40		80	
Interest paid	(226,631)		(277,230)	
Net cash outflow for returns on investments and servicing of finance		(226,591)		(277,150)
Taxation		-		9,500
Capital expenditure				
Payments to acquire tangible assets	(55,016)		(41,179)	
Net cash outflow for capital expenditure		(55,016)		(41,179)
Equity dividends paid		(125,000)		-
Net cash inflow before management of liquid resources and financing		181,124		246,131
Financing				
Other new short term loans	-		36,798	
Repayment of short term bank loan	7,269		-	
Repayment of other long term loans	(17,500)		(30,833)	
Repayment of hire purchase contracts	(39,429)		(39,429)	
Net cash (outflow)/inflow from financing		(49,660)		(33,464)
Increase in cash in the year		131,464		212,667

ABBEY UPHOLSTERERS LIMITED

NOTES TO THE CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2010

1	Reconciliation of operating profit to net cash inflow from operating activities	2010	2009
		£	£
	Operating profit	432,596	237,000
	Depreciation of tangible assets	190,620	177,278
	Decrease/(increase) in stocks	18,255	(4,778)
	Decrease in debtors	(132,019)	195,966
	Increase/(decrease) in creditors within one year	78,279	(50,506)
	Net cash inflow from operating activities	587,731	554,960

2	Analysis of net debt	1 January 2010	Cash flow	Other non-cash changes	31 December 2010
		£	£	£	£
	Net cash				
	Cash at bank and in hand	105,692	(31)	-	105,661
	Bank overdrafts	(131,495)	131,495	-	-
		<u>(25,803)</u>	<u>131,464</u>	<u>-</u>	<u>105,661</u>
	Debt				
	Finance leases	(167,571)	39,429	-	(128,142)
	Debts falling due within one year	(7,506,757)	(7,269)	-	(7,514,026)
	Debts falling due after one year	(916,489)	17,500	-	(898,989)
		<u>(8,590,817)</u>	<u>49,660</u>	<u>-</u>	<u>(8,541,157)</u>
	Net debt	(8,616,620)	181,124	-	(8,435,496)

3	Reconciliation of net cash flow to movement in net debt	2010	2009
		£	£
	Increase in cash in the year	131,464	212,667
	Cash outflow/(inflow) from decrease/(increase) in debt and lease financing	49,660	33,464
	Movement in net debt in the year	181,124	246,131
	Opening net debt	(8,616,620)	(8,862,751)
	Closing net debt	(8,435,496)	(8,616,620)

ABBEEY UPHOLSTERERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2010

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

The company has financed the investment in its factory and investment properties through loan facilities from its bankers and its directors. In addition the company utilises bank overdraft facilities to meet its day to day working capital requirements. The company's banking facilities are subject to renewal on a quarterly basis and whilst the company's bankers are supportive of the business and facilities have been retained at each review since the balance sheet date, there is no certainty that the directors will be able to negotiate continued support from its bankers at each future review.

The current economic environment has also had an impact on the company's ability to forecast future performance. Whilst the company's order book is strong through to the end of the next accounting period the company's trading performance in the subsequent months will be affected by the pace of the recovery of the economy, particularly the construction sector in the UK and Ireland.

Despite the uncertainties relating to the availability of adequate finance and future trading performance, the directors are satisfied that it is appropriate for the company to prepare its financial statements on the going concern basis. The financial statements do not include any adjustment that would result should the company fail to retain adequate funding from its bankers or to achieve adequate sales orders in the forthcoming year.

1.2 Compliance with accounting standards

The financial statements have been prepared in accordance with applicable accounting standards.

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

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 less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Leasehold	0% - 2% on cost
Plant and machinery	5% - 10% on cost
Fixtures, fittings & equipment	6.25% - 10% on cost
Motor vehicles	20% on cost

Investment properties are included in the balance sheet at their open market value. Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years.

Although this accounting policy is in accordance with the applicable accounting standard, SSAP 19, Accounting for investment properties, it is a departure from the general requirement of the Companies Act 2006 for all tangible assets to be depreciated. In the opinion of the directors compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified.

ABBEY UPHOLSTERERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2010

1 Accounting policies

(continued)

1 5 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1 6 Stock and work in progress

Stock is valued at the lower of cost and net realisable value. Proper provision has been made for obsolete and slow moving stock.

1 7 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with FRS 17.

1 8 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

1 9 Foreign currency translation

Short term monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Long term monetary assets are translated using the best estimate possible of the rates of exchange ruling when the long term liability or asset is expected to mature in light of all the information available at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All exchange gains or losses on all short and long term monetary assets are taken to profit and loss account.

1 10 Government grants

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

2 Operating profit

	2010 £	2009 £
Operating profit is stated after charging		
Depreciation of tangible assets	190,620	177,278
Loss on foreign exchange transactions	7,432	14,991
Operating lease rentals		
- Plant and machinery	630	3,985
Auditors' remuneration (including expenses and benefits in kind)	6,750	4,590
and after crediting		
Government grants	3,825	-

ABBEY UPHOLSTERERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 DECEMBER 2010**

3	Investment income	2010	2009
		£	£
	Bank interest	40	75
	Other interest	-	5
		<u>40</u>	<u>80</u>
4	Amounts written off investments	2010	2009
		£	£
	Amounts written off fixed asset investments		
	- permanent diminution in value	118,000	-
		<u>118,000</u>	<u>-</u>
5	Interest payable	2010	2009
		£	£
	On bank loans and overdrafts	224,503	254,042
	On loans repayable after five years	6,440	15,220
	Hire purchase interest	16,131	16,131
		<u>247,074</u>	<u>285,393</u>

ABBAY UPHOLSTERERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 DECEMBER 2010**

6	Taxation	2010	2009
		£	£
	Total current tax	-	-
	Deferred tax		
	Deferred tax charge/credit current year	8,766	(10,145)
	Factors affecting the tax charge for the year		
	Profit/(loss) on ordinary activities before taxation	67,562	(48,313)
	Profit/(loss) on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 21.00% (2009 - 21.00%)	14,188	(10,146)
	Effects of		
	Depreciation add back	40,300	37,228
	Capital allowances	(32,498)	(45,345)
	Other tax adjustments	(21,990)	18,263
		(14,188)	10,146
	Current tax charge for the year	-	-
7	Dividends	2010	2009
		£	£
	Ordinary interim paid	125,000	-

ABBEY UPHOLSTERERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 DECEMBER 2010**

8 Tangible fixed assets

	Land and buildings Leasehold	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 January 2010	5,531,347	1,362,576	109,930	333,484	7,337,337
Additions	59,537	-	-	26,500	86,037
Disposals	-	-	-	(61,000)	(61,000)
At 31 December 2010	5,590,884	1,362,576	109,930	298,984	7,362,374
Depreciation					
At 1 January 2010	108,271	302,523	65,212	320,907	796,913
On disposals	-	-	-	(61,000)	(61,000)
Charge for the year	86,040	83,212	8,908	12,460	190,620
At 31 December 2010	194,311	385,735	74,120	272,367	926,533
Net book value					
At 31 December 2010	5,396,573	976,841	35,810	26,617	6,435,841
At 31 December 2009	5,423,076	1,060,053	44,718	12,577	6,540,424

Included above are assets held under finance leases or hire purchase contracts as follows

	Plant and machinery £
Net book values	
At 31 December 2010	286,061
At 31 December 2009	305,206
Depreciation charge for the year	
At 31 December 2010	19,145
At 31 December 2009	19,145

Land and buildings leasehold comprise entirely of long leasehold land and buildings

ABBEY UPHOLSTERERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 DECEMBER 2010**

9 Tangible fixed assets

	Investment properties £
Cost	
At 1 January 2010	2,200,000
Additions	118,000
Revaluation	(118,000)
	<hr/>
At 31 December 2010	2,200,000
	<hr/>
Net book value	
At 31 December 2010	2,200,000
	<hr/> <hr/>
At 31 December 2009	2,200,000
	<hr/> <hr/>

The directors recognise the current decline in asset values in the current economic environment and have reviewed their valuation of the company's portfolio of investment properties on the basis of information available to them. A fully independent valuation by a qualified person has not been sought by the directors at this stage as the cost of such a valuation at present is considered by them to outweigh the value of any resulting report. In light of the information available to them the directors no longer consider that the valuation of the properties will recover in the medium term and have now treated the impairment as a permanent diminution in value.

10 Stocks and work in progress	2010	2009
	£	£
Raw materials and consumables	171,249	175,628
Work in progress	-	13,876
	<hr/>	<hr/>
	171,249	189,504
	<hr/> <hr/>	<hr/> <hr/>

There is no material difference between the replacement cost of stocks and their balance sheet amounts.

11 Debtors	2010	2009
	£	£
Trade debtors	499,148	475,119
Other debtors	6,720	121,514
Prepayments and accrued income	27,668	9,489
	<hr/>	<hr/>
	533,536	606,122
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ABBEY UPHOLSTERERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2010

12 Creditors amounts falling due within one year	2010 £	2009 £
Bank loans and overdrafts	7,514,026	7,638,252
Net obligations under hire purchase contracts	39,439	39,439
Trade creditors	158,006	160,058
Taxes and social security costs	65,212	88,503
Directors' current accounts	38,395	24,805
Other creditors	99,996	99,996
Accruals and deferred income	232,997	178,106
	<u>8,148,071</u>	<u>8,229,159</u>

Bank loans and overdrafts are secured by an all monies debenture, a chattels mortgage, charges over the properties owned by the company and personal assets of the directors and by personal guarantees from G Devlin, J Devlin and P Devlin



ABBAY UPHOLSTERERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 DECEMBER 2010**

13 Creditors amounts falling due after more than one year	2010	2009
	£	£
Other loans	898,989	916,489
Net obligations under hire purchase contracts	88,703	128,132
	<u>987,692</u>	<u>1,044,621</u>
Analysis of loans		
Wholly repayable within five years	7,819,731	7,837,231
	<u>7,819,731</u>	<u>7,837,231</u>
Included in current liabilities	(6,920,742)	(6,920,742)
	<u>898,989</u>	<u>916,489</u>
Loan maturity analysis		
In more than one year but not more than two years	99,996	99,996
In more than two years but not more than five years	298,993	232,489
In more than five years	500,000	584,004
	<u></u>	<u></u>
Net obligations under hire purchase contracts		
Repayable within one year	55,560	55,570
Repayable between one and five years	125,009	180,542
	<u>180,569</u>	<u>236,112</u>
Finance charges and interest allocated to future accounting periods	(52,427)	(68,541)
	<u>128,142</u>	<u>167,571</u>
Included in liabilities falling due within one year	(39,439)	(39,439)
	<u>88,703</u>	<u>128,132</u>

ABBAY UPHOLSTERERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2010

14 Provisions for liabilities

	Deferred tax liability £
Balance at 1 January 2010	14,356
Profit and loss account	8,766
	<hr/>
Balance at 31 December 2010	23,122
	<hr/>

The deferred tax liability is made up as follows

	2010 £	2009 £
Accelerated capital allowances	23,122	14,356
	<hr/>	<hr/>

15 Pension and other post-retirement benefit commitments Defined contribution

	2010 £	2009 £
Contributions payable by the company for the year	2,637	2,758
	<hr/>	<hr/>

16 Share capital

	2010 £	2009 £
Allotted, called up and fully paid 12,500 Ordinary shares of £1 each	12,500	12,500
	<hr/>	<hr/>

ABBNEY UPHOLSTERERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 DECEMBER 2010**

17 Statement of movements on reserves

	Revaluation reserve	Profit and loss account
	£	£
Balance at 1 January 2010	(327,270)	668,376
Profit for the year	-	58,796
Transfer from revaluation reserve to profit and loss account	327,270	(327,270)
Dividends paid	-	(125,000)
Balance at 31 December 2010	-	274,902

18 Reconciliation of movements in shareholders' funds

	2010	2009
	£	£
Profit/(Loss) for the financial year	58,796	(38,168)
Dividends	(125,000)	-
	(66,204)	(38,168)
Other recognised gains and losses	-	(327,270)
Net addition to/(depletion in) shareholders' funds	261,066	(365,438)
Opening shareholders' funds	353,606	719,044
Closing shareholders' funds	287,402	353,606

19 Contingent liabilities

At the balance sheet date the company was defending two separate claims from suppliers in respect of the development of its factory premises. The claims remained unsettled at the date of signing these financial statements and the directors believe the company will be successful in its respective defences of those claims. In the event that the company's defences are not successful the maximum additional liability that may potentially fall due to the company has been estimated to be in the region of £75,000.

ABBAY UPHOLSTERERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2010

20	Directors' remuneration	2010 £	2009 £
	Remuneration for qualifying services	10,400	10,400
	Company pension contributions to defined contribution schemes	838	993
		<hr/>	<hr/>
		11,238	11,393
		<hr/>	<hr/>

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 1 (2009 - 1)

21 Related party relationships and transactions

During the year the company maintained a loan of £184,000 with the Abbey Upholsterers Limited Retirement Benefit Scheme, which is reported in creditors fully due after one year. The scheme charged the company interest of £6,440 during the year. At the balance sheet date the company had an outstanding balance of £108,372 that was due to the scheme and is reported within accruals.

