

S & M HOSIERY CO LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 28 FEBRUARY 2005



S & M HOSIERY CO LIMITED

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S & M HOSIERY CO LIMITED

ABBREVIATED BALANCE SHEET AS AT 28 FEBRUARY 2005

	Notes	2005 £	£	2004 £	£
Fixed assets					
Tangible assets	2		320,016		323,989
Current assets					
Stocks		103,582		51,023	
Debtors		189,125		165,576	
Investments		29,656		58,152	
Cash at bank and in hand		104,030		126,671	
		426,393		401,422	
Creditors: amounts falling due within one year		(165,708)		(125,743)	
Net current assets			260,685		275,679
Total assets less current liabilities			580,701		599,668
Capital and reserves					
Called up share capital	3		50,000		50,000
Revaluation reserve			293,497		293,497
Profit and loss account			237,204		256,171
Shareholders' funds			580,701		599,668

S & M HOSIERY CO LIMITED

ABBREVIATED BALANCE SHEET (CONTINUED) AS AT 29 FEBRUARY 2005

In preparing these abbreviated accounts:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) The members have not required the company to obtain an audit of its financial statements in accordance with 249B(2) of the Act, and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 22 December 2005



Vikas Jerath
Director

S & M HOSIERY CO LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 28 FEBRUARY 2005

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Turnover

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

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows:

Long leasehold property	1% Straight line
Fixtures & fittings	15% Reducing balance / 33 1/3% Straight line

1.4 Investments

Current asset investments are stated at the lower of cost and net realisable value.

S & M HOSIERY CO LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2005

2 Fixed assets

	Tangible assets £
Cost or valuation	
At 1 March 2004 & at 28 February 2005	397,348
Depreciation	
At 1 March 2004	73,359
Charge for the year	3,973
At 28 February 2005	77,332
Net book value	
At 28 February 2005	320,016
At 29 February 2004	323,989

The long leasehold properties were revalued on 8 August 1990 by the Elliot Partnership on the basis of open market value. This value has been incorporated in the accounts. No provision has been made for the contingent capital gains tax liability in respect of the revalued properties.

From 1 April 1999, all new tangible fixed assets are recorded at historic cost less accumulated depreciation. The company's long leasehold property had, prior to that date been restated at its open market value and subsequently reduced by depreciation on that new value. Under the transitional provisions of Financial Reporting Standard 15 "Tangible Fixed Assets", the property continues to be treated on that basis. It is stated at its open market value at 8 August 1990, less accumulated depreciation to date, and that valuation has not been updated.

The directors are of the opinion that the market value of the long leasehold properties at the balance sheet date is not less than the book value and consider that there is no material difference between the result as disclosed in the profit and loss account and the result on an unmodified historical cost basis. The historical cost of the properties was £86,340.

3 Share capital

	2005 £	2004 £
Authorised		
50,000 Ordinary shares of £1 each	50,000	50,000
Allotted, called up and fully paid		
50,000 Ordinary shares of £1 each	50,000	50,000