COMPANY REGISTRATION NUMBER 01106902

Reads Furnishings Limited

Abbreviated accounts

30th April 2004



SOUTHGATES
Chartered Certified Accountants
Withernsea

Reads Furnishings Limited

Abbreviated accounts

Year ended 30th April 2004

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Reads Furnishings Limited

Abbreviated balance sheet

30th April 2004

	Note	2004 £	£	2003 £	£
Fixed assets	2				
Tangible assets			**196,847**		191,076
Current assets					
Stocks		**74,475**		71,340	
Debtors		**47,458**		35,719	
Cash at bank and in hand		**32,577**		39,072	
		154,510		146,131	
Creditors: Amounts falling due within one year		**423,359**		394,025	
Net current liabilities			**(268,849)**		(247,894)
Total assets less current liabilities			**£(72,002)**		£(56,818)
Provisions for liabilities and charges			**16,987**		13,743
			£(88,989)		£(70,561)

The Balance sheet continues on the following page.

The notes on pages 3 to 5 form part of these abbreviated accounts.

Reads Furnishings Limited

Abbreviated balance sheet *(continued)*

30th April 2004

	Note	2004 £	2003 £
Capital and reserves			
Called-up equity share capital	4	**100**	100
Profit and loss account		**(89,089)**	(70,661)
Deficiency		**£(88,989)**	£(70,561)

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

(i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and

(ii) preparing financial statements 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 the Act relating to financial statements, so far as applicable to the company.

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

These abbreviated accounts were approved by the directors on 24th February 2005 and are signed on their behalf by:

.....
Mr. D. T. Read

.....
Mr. P. Read

Reads Furnishings Limited

Notes to the abbreviated accounts

Year ended 30th April 2004

1. **Accounting policies**

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover is the value of goods sold during the year and is stated exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset over the useful economic life of that asset as follows:

Leasehold Property	-	Over the period of the lease
Fixtures & Fittings	-	20% per annum on a straight line basis
Display items	-	10% per annum on a straight line basis

Stocks

Stock is stated at the lower of cost or net realisable value

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Reads Furnishings Limited

Notes to the abbreviated accounts

Year ended 30th April 2004

2. Fixed assets

	Tangible Assets £
Cost	
At 1st May 2003	**257,800**
Additions	**77,805**
Disposals	**(56,334)**
At 30th April 2004	**279,271**
Depreciation	
At 1st May 2003	**66,723**
Charge for year	**25,448**
On disposals	**(9,747)**
At 30th April 2004	**82,424**
Net book value	
At 30th April 2004	**£196,847**
At 30th April 2003	£191,077

3. Related party transactions

During the year the company paid rent of £21,000 to Glenvern Investment Co. Limited and paid management charges of £75,000 to Read Family Group Limited. The company and Glenvern Investment Co. Limited are wholly owned subsidiaries of Read Family Group Limited. The company also sold goods to the value of £4,538 to P. Read on the same terms as sales to employees. P. Read is a director of the company.

4. Share capital

Authorised share capital:

	2004 £	2003 £
100 Ordinary shares of £1 each	**100**	100

Allotted, called up and fully paid:

	2004		2003	
	No	£	No	£
Ordinary shares of £1 each	**100**	**100**	100	100

Reads Furnishings Limited

Notes to the abbreviated accounts

Year ended 30th April 2004

5. Ultimate parent company

The parent undertaking of the group of undertakings of which the company is a member is the Read Family Group Limited, a company registered in England and Wales. The Read Family Group Limited is the company' ultimate parent company which is controlled by its directors.

6. Post balance sheet events

There have been no events since the balance sheet date which materially affect the balance sheet as at 30th April 2004.

7. Going concern

At the balance sheet date the balance sheet shows negative shareholders funds of £88,989. The applicability of going concern is dependent upon the continued financial support of the parent company.