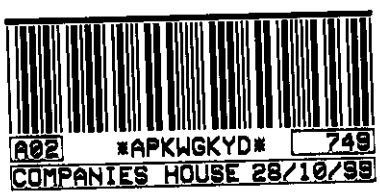
CELTIC SHOPS (TREFRIW) LIMITED

Report and Accounts

31 January 1999



Registration number 138607

CELTIC SHOPS (TREFRIW) LIMITED

COMPANY INFORMATION

FOR THE YEAR ENDED 31 JANUARY 1999

DIRECTOR:	VT Matier
SECRETARY:	CA Matier
AUDITORS:	Aston Hughes & Co Selby Towers 29 Princes Drive Colwyn Bay
REGISTERED OFFICE:	7 Castle Street Conway
REGISTERED NUMBER:	138607

CELTIC SHOPS (TREFRIW) LIMITED
DIRECTOR'S REPORT

The director presents his report and accounts for the year ended 31 January 1999.

Principal activities
The company's principal activity during the year continued to be the retailing of clothing and other goods.

Director
The director who served during the year and his interest in the share capital of the company were as follows:

	£1 Ordinary shares	
	1999	1998
VT Matier	6	6
CA Matier	3	3

Director's responsibilities
Company law requires the director to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss for that period. In preparing those accounts, the director is required to:

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

The director is responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the accounts comply with the Companies Act 1985. 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.

Auditors
A resolution to reappoint Aston Hughes & Co as auditors will be put to the members at the Annual General Meeting.

Small company special provisions
The report of the director has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the board on 6 October 1999.

CA Matier
Director

CELTIC SHOPS (TREFRIW) LIMITED
AUDITORS' REPORT

Report of the auditors
to the shareholders of CELTIC SHOPS (TREFRIW) LIMITED

We have audited the accounts on pages 4 to 9 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors
As described on page 2, the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

Basis of opinion
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. However, the evidence available to us was limited because the company was not subject to audit for the year ended 31 January 1998 and in consequence it was not possible for us to perform the auditing procedures necessary to obtain sufficient appropriate audit evidence as regards stock included in the preceding years' financial statements at £79,500. The evidence available to us was also limited by the omission from the stock count at 31 January 1999 of stock subsequently valued at £19,708. Any adjustment to stock would have a consequential effect on the profit for the year ended 31 January 1999. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

Fundamental uncertainty
As explained more fully in note 1 the company meets its ongoing working capital requirements through a bank overdraft facility and other loans. The financial statements have been prepared on a going concern basis which presumes that the bank facility and other loans will not be withdrawn. The financial statements do not include any adjustments which would result from a withdrawl of these facilities. In forming our opinion we have considered this matter and our opinion is not qualified in this respect.

Qualified opinion arising from limitation in audit scope
In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31 January 1999 and, except for any adjustments that might have been found to be necessary had we been able to obtain sufficient evidence concerning stock as at 1 February 1998 and at 31 January 1999, of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies.

In respect alone of the limitation on our work relating to stock:
* we have not obtained all the information and explanations that we considered necessary for the purposes of our audit; and
* we were unable to determine whether proper accounting records had been maintained.

Aston Hughes & Co
Chartered Accountants and Registered Auditors

Selby Towers
29 Princes Drive
Colwyn Bay

6 October 1999

CELTIC SHOPS (TREFRIW) LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 JANUARY 1999

	Notes	1999 £	1998 £
Turnover		383,243	339,781
Cost of sales		(254,811)	(178,469)
Gross profit		128,432	161,312
Administrative expenses		(137,750)	(155,246)
Other operating income		7,291	15,250
Operating (loss)/profit	3	(2,027)	21,316
Exceptional items:			
profit on the disposal of tangible fixed assets	4	23,412	-
		21,385	21,316
Interest payable		(9,870)	(9,760)
Profit on ordinary activities before taxation		11,515	11,556
Tax on profit on ordinary activities		-	-
Profit for the financial year		11,515	11,556
Retained profit for the financial year	12	11,515	11,556

CELTIC SHOPS (TREFRIW) LIMITED

BALANCE SHEET

AS AT 31 JANUARY 1999

	Notes	1999		1998	
		£	£	£	£
Fixed assets					
Tangible assets	5		39,755		42,994
Current assets					
Stocks		82,556		79,500	
Debtors	6	1,213		8,889	
Cash at bank and in hand		118		232	
		83,887		88,621	
Creditors: amounts falling due within one year	7	(260,351)		(284,958)	
Net current liabilities			(176,464)		(196,337)
Total assets less current liabilities			(136,709)		(153,343)
Creditors: amounts falling due after more than one year	8		(5,119)		-
Net liabilities			(141,828)		(153,343)
Capital and reserves					
Called up share capital	10		10		10
Share premium	11		19,999		19,999
Profit and loss account	12		(161,837)		(173,352)
Shareholders' funds			(141,828)		(153,343)

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and the Financial Reporting Standard for Smaller Entities (effective March 1999).

VT Matier
Director
Approved by the board on 6 October 1999

1 Basis of accounting

The company meets its day to day working capital requirements through an overdraft facility and other loans which are repayable on demand. In view of the relationship with the company's bankers and other loan providers, the director considers it reasonable to rely on the continuation of the overdraft and other loan facilities. The financial statements have therefore been prepared on a going concern basis and do not contain any adjustments that might be necessary if these facilities were withdrawn.

2 Accounting policies

Accounting convention
The accounts have been prepared under the historical cost convention.

Turnover
Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

Depreciation
Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Leasehold land and buildings	over the term of the lease
Plant and machinery	20% straight line
Motor vehicles	25% straight line

Stocks
Stock is valued at the lower of cost and net realisable value.

Deferred taxation
Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes, except to the extent that a liability to taxation is unlikely to crystallise.

Leasing and hire purchase commitments
Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

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

Pensions
The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

3 Operating profit

	1999 £	1998 £
This is stated after charging:		
Depreciation of owned fixed assets	1,807	3,089
Depreciation of assets held under finance leases and hire purchase contracts	1,115	-
Directors' remuneration	9,115	5,316
Auditors' remuneration	1,500	-
Number of directors to whom benefits accrued under money purchase pension schemes	1	1

4 Exceptional items

	1999 £	1998 £
Profit on disposal of plant and machinery	23,412	-
	23,412	-

5 Tangible fixed assets

	Land and buildings £	Plant and machinery £	Motor vehicles £	Total £
Cost				
At 1 February 1998	29,158	60,029	1,000	90,187
Additions	-	1,912	10,154	12,066
Disposals	-	(29,315)	(1,000)	(30,315)
At 31 January 1999	29,158	32,626	10,154	71,938
Depreciation				
At 1 February 1998	7,350	39,743	100	47,193
Charge for the year	735	1,072	1,115	2,922
On disposals	-	(17,832)	(100)	(17,932)
At 31 January 1999	8,085	22,983	1,115	32,183
Net book value				
At 31 January 1999	21,073	9,643	9,039	39,755
At 31 January 1998	21,808	20,286	900	42,994

	1999 £	1998 £
Net book value of plant and machinery included above held under finance leases and hire purchase contracts	10,154	-

6 Debtors

	1999	1998
	£	£
Other debtors	1,213	8,889

7 Creditors: amounts falling due within one year

	1999	1998
	£	£
Bank loans and overdrafts	90,516	126,933
Obligations under finance lease and hire purchase contracts	2,430	-
Other loans	82,010	63,971
Trade creditors	45,229	37,031
Director's current account	26,314	39,277
Other taxes and social security costs	10,474	9,731
Other creditors	3,378	8,015
	260,351	284,958

8 Creditors: amounts falling due after one year

	1999	1998
	£	£
Obligations under finance lease and hire purchase contracts	5,119	-

9 Loans

	1999	1998
	£	£
Creditors include:		
Secured bank loans	90,516	126,933

10 Share capital

	1999	1998
	£	£
Authorised:		
Ordinary shares of £1 each	300	300

	1999	1998	1999	1998
	No	No	£	£
Allotted, called up and fully paid:				
Ordinary shares of £1 each	10	10	10	10

11 Share premium	1999 £	1998 £
At 1 February 1998	19,999	19,999
At 31 January 1999	19,999	19,999

12 Profit and loss account	1999 £	1998 £
At 1 February 1998	(173,352)	(184,908)
Retained profit	11,515	11,556
At 31 January 1999	(161,837)	(173,352)

CELTIC SHOPS (TREFRIW) LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 JANUARY 1999

	1999 £		1998 £	
Sales	383,243		339,781	
Cost of sales				
Opening stock	79,500		56,831	
Purchases	257,867		201,138	
Closing stock	(82,556)		(79,500)	
	254,811		178,469	
Gross profit	128,432	33.5%	161,312	47.5%
Administrative expenses				
Wages and salaries	39,555		47,510	
Director's remuneration	2,915		2,916	
Director's pension	6,200		2,400	
Motor expenses	7,255		5,501	
Rent and rates	50,051		64,746	
Light and heat	3,145		3,762	
Telephone and fax	1,790		1,857	
Stationery and printing	1,464		1,385	
Repairs and maintenance	4,160		1,309	
Depreciation	2,922		3,089	
Disposal of fixed assets	(75)		-	
Sundry expenses	3,128		2,846	
Audit fees	1,500		-	
Accountancy fees	2,230		3,095	
Legal and professional fees	140		-	
Insurance	1,431		5,686	
Credit card charges	3,567		3,023	
Bank charges	3,622		3,819	
Other interest	2,750		2,302	
	137,750		155,246	
Other operating income				
Rent receivable	7,291		15,250	
Operating (loss)/profit	(2,027)		21,316	
Exceptional items	23,412		-	
Interest payable	(9,870)		(9,760)	
Profit before tax	11,515		11,556	