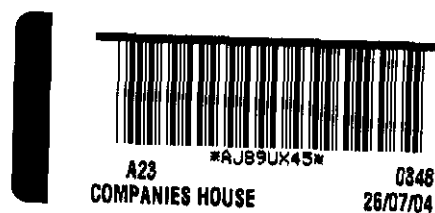


Registration number 2028310

Monomarket Limited
Abbreviated accounts
for the year ended 30 November 2003



Monomarket Limited

Contents

	Page
Directors' report	1 - 2
Auditors' report	3 - 5
Abbreviated profit and loss account	6
Abbreviated balance sheet	7
Notes to the financial statements	9 - 16

Monomarket Limited

Directors' report for the year ended 30 November 2003

The directors present their report and the accounts for the year ended 30 November 2003.

Principal activity and review of the business

The principal activity of the company is the retailing of beds, mattresses, sofa beds and pine furniture which it carries out from three locations in the North East of England. The directors are satisfied with the results for the year and continue to concentrate their attention upon managing an efficient retail chain with a strong emphasis on customer service.

Results and dividends

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

The directors have paid an interim dividend amounting to £200,000 and they do not recommend payment of a final dividend.

Directors and their interests

The directors who served during the year and their interests in the company are as stated below:

	Ordinary shares	
	30/11/03	01/12/02
G I H Gale	5,001	5,001
G E Gale	4,999	4,999

Charitable and political contributions

During the year the company contributed £1,835 to charities.

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Peter Weldon & Co be reappointed as auditors of the company will be put to the Annual General Meeting.

Monomarket Limited

**Directors' report
for the year ended 30 November 2003**

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

This report was approved by the Board on and signed on its behalf by

XGEG

G E Gale
Secretary

30/06/2004

**Independent auditors' report to Monomarket Limited
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 6 to 16 together with the financial statements of Monomarket Limited for the year ended 30 November 2003 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985 in respect of the year ended 30 November 2003, and the abbreviated accounts on pages 6 to 16 are properly prepared in accordance with that provision.

Other information

On we reported as auditors of Monomarket Limited to the members on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 30 November 2003 and our audit report was as follows:

' We have audited the financial statements of Monomarket Limited for the year ended 30 November 2003 which comprise the profit and loss account, the Balance Sheet, the cash flow statement and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's shareholders, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

**Independent auditors' report to Monomarket Limited
under Section 247B of the Companies Act 1985**

As described in the statement of directors' responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read other information contained in the Annual Report, and consider whether it is consistent with the audited financial statements. This other information comprises only the Directors' Report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

We read the directors report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, 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 financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Fundamental uncertainty

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 November 2003 and of its profit for the year then ended and have been properly prepared in accordance with the

**Independent auditors' report to Monomarket Limited
under Section 247B of the Companies Act 1985**

**Peter Weldon & Co
Chartered Accountants and
Registered auditors**

**87 Station Road
Ashington
Northumberland**

NE63 8RS

*Pelchewich & Co
20th July 2004*

Monomarket Limited

**Abbreviated profit and loss account
for the year ended 30 November 2003**

		Continuing operations	
		2003	2002
	Notes	£	£
Gross profit		2,547,047	2,234,764
Administrative expenses		(2,250,751)	(1,906,500)
Operating profit	2	296,296	328,264
Other interest receivable and similar income	3	3,328	1,167
Interest payable and similar charges	4	(22,743)	(27,149)
Profit on ordinary activities before taxation		276,881	302,282
Tax on profit on ordinary activities	7	(67,005)	(67,482)
Profit on ordinary activities after taxation		209,876	234,800
Dividends	8	(200,000)	(200,000)
Retained profit for the year		9,876	34,800
Retained profit brought forward		474,087	439,287
Retained profit carried forward		483,963	474,087

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 9 to 16 form an integral part of these financial statements.

Monomarket Limited

**Abbreviated balance sheet
as at 30 November 2003**

		2003		2002	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	9		1,252,678		1,152,475
Investments	10		100		100
			<u>1,252,778</u>		<u>1,152,575</u>
Current assets					
Stocks	11	625,246		382,055	
Debtors	12	171,773		111,170	
Cash at bank and in hand		326,442		270,905	
		<u>1,123,461</u>		<u>764,130</u>	
Creditors: amounts falling due within one year	13	(1,626,994)		(1,069,702)	
Net current liabilities			<u>(503,533)</u>		<u>(305,572)</u>
Total assets less current liabilities			749,245		847,003
Creditors: amounts falling due after more than one year	14		(229,739)		(347,369)
Provisions for liabilities and charges	15		(25,543)		(15,547)
Net assets			<u>493,963</u>		<u>484,087</u>
Capital and reserves					
Called up share capital	17		10,000		10,000
Profit and loss account			483,963		474,087
Equity shareholders' funds	18		<u>493,963</u>		<u>484,087</u>

The abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies .

The abbreviated accounts were approved by the Board on and signed on its behalf by

X GING
G I H Gale
Director

30/06/04

The notes on pages 9 to 16 form an integral part of these financial statements.

Monomarket Limited

**Cash flow statement
for the year ended 30 November 2003**

Notes	2003 £	2002 £
Reconciliation of operating profit to net cash inflow from operating activities		
Operating profit	296,296	328,264
Depreciation	85,383	65,012
(Increase) in stocks	(243,191)	152,338
(Increase) in debtors	(60,603)	(8,911)
Increase in creditors	256,925	(23,169)
Net cash inflow from operating activities	<u>334,810</u>	<u>513,534</u>
Cash flow statement		
Net cash inflow from operating activities	334,810	513,534
Returns on investments and servicing of finance	(19,415)	(25,982)
Taxation	-	62,000
Capital expenditure	(196,947)	(88,604)
	<u>118,448</u>	<u>460,948</u>
Equity dividends paid	(200,000)	(200,000)
	<u>(81,552)</u>	<u>260,948</u>
Financing	(279)	654
Decrease in cash in the year	<u>(81,831)</u>	<u>261,602</u>
Reconciliation of net cash flow to movement in net debt (Note)		
Decrease in cash in the year	(81,831)	261,602
Cash outflow from increase in debts and lease financing	279	(654)
Change in net debt resulting from cash flows	(81,552)	260,948
New finance leases and hire purchase contracts	11,361	(7,798)
Movement in net debt in the year	<u>(70,191)</u>	<u>253,150</u>
Net debt at 1 December 2002	<u>(168,587)</u>	<u>(266,944)</u>
Net debt at 30 November 2003	<u>(238,778)</u>	<u>(13,794)</u>

FAILED VALIDATION

Monomarket Limited

Notes to the abbreviated financial statements for the year ended 30 November 2003

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention .

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	Straight line over 75 years
Plant and machinery	-	15% Written Down Value
Fixtures, fittings and equipment	-	15% Written Down Value
Motor vehicles	-	25% Written Down Value

1.4. 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 constant periodic rates of charge on the net obligations outstanding in each period.

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

1.5. Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.6. Stock

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

1.7. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

The regular cost of providing retirement pensions and related benefits is charged to the profit and loss account over the employees' service lives on the basis of a constant percentage of earnings.

Monomarket Limited

Notes to the abbreviated financial statements for the year ended 30 November 2003

..... continued

1.8. 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, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable;

Deferred tax assets are recognised only to the extent that the directors consider that it is 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 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.

1.9. Group accounts

The company is entitled to the exemption under Section 248 of the Companies Act 1985 from the obligation to prepare group accounts.

2. Operating profit

	2003	2002
	£	£
Operating profit is stated after charging:		
Depreciation and other amounts written off tangible assets	85,383	65,012
Operating lease rentals		
- Land and buildings	69,373	68,697
Auditors' remuneration	10,387	7,000

3. Interest receivable and similar income

	2003	2002
	£	£
Bank interest	3,328	1,167

Monomarket Limited

**Notes to the abbreviated financial statements
for the year ended 30 November 2003**

..... continued

4. Interest payable and similar charges	2003	2002
	£	£
Interest payable on loans < 1 yr	18,341	22,180
Hire purchase interest	4,402	4,969
	<u>22,743</u>	<u>27,149</u>

5. Employees

Number of employees	2003	2002
The average monthly numbers of employees (including the directors) during the year were:		
Administration	9	6
Sales	51	39
	<u>60</u>	<u>45</u>

Employment costs	2003	2002
	£	£
Wages and salaries	1,083,687	930,658
Other pension costs	45,643	18,955
	<u>1,129,330</u>	<u>949,613</u>

5.1. Directors' emoluments	2003	2002
	£	£
Remuneration and other emoluments	143,358	98,100
Pension contributions	12,000	3,661
	<u>155,358</u>	<u>101,761</u>

	Number	Number
Number of directors to whom retirement benefits are accruing under a money purchase scheme	<u>1</u>	<u>2</u>

Monomarket Limited

Notes to the abbreviated financial statements for the year ended 30 November 2003

..... continued

6. Pension costs

The company operates a defined contribution pension scheme in respect of the directors and employees. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £45,643 (2002 - £18,955).

7. Tax on profit on ordinary activities

Analysis of charge in period	2003 £	2002 £
Current tax		
UK corporation tax	57,009	62,000
Total current tax charge	57,009	62,000
Deferred tax		
Timing differences, origination and reversal	9,996	5,482
Total deferred tax	9,996	5,482
Tax on profit on ordinary activities	67,005	67,482

8. Dividends

	2003 £	2002 £
Dividends on equity shares:		
Ordinary shares - interim paid	200,000	200,000

Monomarket Limited

**Notes to the abbreviated financial statements
for the year ended 30 November 2003**

..... continued

9. Tangible fixed assets	Land and buildings freehold £	Plant and machinery £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Cost					
At 1 December 2002	1,058,738	-	127,092	245,285	1,431,115
Additions	-	97,020	45,876	42,690	185,586
At 30 November 2003	1,058,738	97,020	172,968	287,975	1,616,701
Depreciation					
At 1 December 2002	86,565	-	68,498	123,577	278,640
Charge for the year	14,081	14,934	15,269	41,099	85,383
At 30 November 2003	100,646	14,934	83,767	164,676	364,023
Net book values					
At 30 November 2003	958,092	82,086	89,201	123,299	1,252,678
At 30 November 2002	972,173	-	58,594	121,708	1,152,475

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

Asset description	2003		2002	
	Net	Depreciation	Net	Depreciation
	book value	charge	book value	charge
	£	£	£	£
Motor vehicles	53,020	30,557	57,993	19,331

10. Fixed asset investments	Subsidiary undertakings shares £	Total £
Cost		
At 1 December 2002		
At 30 November 2003	100	100
Net book values		
At 30 November 2003	100	100
At 30 November 2002	100	100

Monomarket Limited

**Notes to the abbreviated financial statements
for the year ended 30 November 2003**

..... continued

11. Stocks	2003	2002
	£	£
Finished goods and goods for resale	<u>625,246</u>	<u>382,055</u>
12. Debtors	2003	2002
	£	£
Trade debtors	135,824	82,112
Prepayments and accrued income	35,949	29,058
	<u>171,773</u>	<u>111,170</u>
13. Creditors: amounts falling due within one year	2003	2002
	£	£
Bank overdraft	344,347	88,266
Bank loan	68,184	-
Net obligations under finance leases and hire purchase contracts	33,925	45,565
Trade creditors	708,187	587,839
Corporation tax	52,025	64,283
Other taxes and social security costs	81,036	89,841
Directors' accounts	72,560	50,342
Other creditors	241,350	125,214
Accruals and deferred income	25,380	18,352
	<u>1,626,994</u>	<u>1,069,702</u>
14. Creditors: amounts falling due after more than one year	2003	2002
	£	£
Bank loan	<u>229,739</u>	<u>347,369</u>

Monomarket Limited

**Notes to the abbreviated financial statements
for the year ended 30 November 2003**

..... continued

15. Provisions for liabilities and charges

	Deferred taxation (Note 16) £	Total £
At 1 December 2002	25,543	25,543
At 30 November 2003	<u>25,543</u>	<u>25,543</u>

16. Provision for deferred taxation

	2003 £	2002 £
Accelerated capital allowances	<u>25,543</u>	<u>15,547</u>
Provision at 1 December 2002	15,547	
Deferred tax charge in profit and loss account	9,996	
Provision at 30 November 2003	<u>25,543</u>	

17. Share capital

	2003 £	2002 £
Authorised		
10,000 Ordinary shares of 1 each	<u>10,000</u>	<u>10,000</u>
Allotted, called up and fully paid		
10,000 Ordinary shares of 1 each	<u>10,000</u>	<u>10,000</u>

Monomarket Limited

**Notes to the abbreviated financial statements
for the year ended 30 November 2003**

..... continued

18. Reconciliation of movements in shareholders' funds	2003	2002
	£	£
Profit for the year	209,876	234,800
Dividends	(200,000)	(200,000)
	<u>9,876</u>	<u>34,800</u>
Opening shareholders' funds	484,087	449,287
Closing shareholders' funds	<u>493,963</u>	<u>484,087</u>

19. Financial commitments

At 30 November 2003 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	2003	2002
	£	£
Expiry date:		
Between one and five years	205,795	55,795
In over five years	205,795	55,795
	<u>411,590</u>	<u>111,590</u>