

Registration number 2028310

Monomarket Limited

Abbreviated accounts

for the year ended 30 November 2004



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Monomarket Limited

Directors' report for the year ended 30 November 2004

The directors present their report and the accounts for the year ended 30 November 2004.

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	
	30/11/04	01/12/03
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 £2,700 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 2004**

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 ~~X~~ 11 MAY 2005 and signed on its behalf by


G. E. Gale
Secretary

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

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

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.

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

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 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Peter Weldon & Co
Chartered Accountants and
Registered auditors

87 Station Road
Ashington
Northumberland

NE63 8RS

*Peter Weldon & Co
20th May 2005*

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

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

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.

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

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 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Peter Weldon & Co
Chartered Accountants and
Registered auditors

87 Station Road
Ashington
Northumberland

NE63 8RS

Peter Weldon & Co
20th May 2005

Monomarket Limited

**Abbreviated profit and loss account
for the year ended 30 November 2004**

		Continuing operations	
		2004	2003
	Notes	£	£
Gross profit		3,364,463	2,547,047
Administrative expenses		(3,054,324)	(2,250,751)
Operating profit	2	310,139	296,296
Other interest receivable and similar income	3	1,676	3,328
Interest payable and similar charges	4	(21,135)	(22,743)
Profit on ordinary activities before taxation		290,680	276,881
Tax on profit on ordinary activities	7	(52,042)	(67,005)
Profit on ordinary activities after taxation		238,638	209,876
Dividends	8	(200,000)	(200,000)
Retained profit for the year		38,638	9,876
Retained profit brought forward		483,963	474,087
Retained profit carried forward		522,601	483,963

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

The notes on pages 8 to 15 form an integral part of these financial statements.

Monomarket Limited

**Abbreviated balance sheet
as at 30 November 2004**

		2004		2003	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	9		1,304,941		1,252,677
Investments	10		100		100
			<u>1,305,041</u>		<u>1,252,777</u>
Current assets					
Stocks	11	701,452		625,246	
Debtors	12	267,257		171,773	
Cash at bank and in hand		134,985		326,443	
		<u>1,103,694</u>		<u>1,123,462</u>	
Creditors: amounts falling due within one year	13	(1,678,670)		(1,626,994)	
Net current liabilities			<u>(574,976)</u>		<u>(503,532)</u>
Total assets less current liabilities			730,065		749,245
Creditors: amounts falling due after more than one year	14		(176,311)		(229,739)
Provisions for liabilities and charges	15		(21,153)		(25,543)
Net assets			<u>532,601</u>		<u>493,963</u>
Capital and reserves					
Called up share capital	17		10,000		10,000
Profit and loss account			<u>522,601</u>		<u>483,963</u>
Equity shareholders' funds	18		<u>532,601</u>		<u>493,963</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


G I H Gale
Director

11/05/05

The notes on pages 8 to 15 form an integral part of these financial statements.

Monomarket Limited

Notes to the abbreviated financial statements for the year ended 30 November 2004

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 2004

..... 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	2004	2003
		£	£
	Operating profit is stated after charging:		
	Depreciation and other amounts written off tangible assets	101,933	85,383
	Operating lease rentals		
	- Land and buildings	169,539	69,373
	Auditors' remuneration	9,200	10,387
		<u> </u>	<u> </u>
3.	Interest receivable and similar income	2004	2003
		£	£
	Bank interest	1,676	3,328
		<u> </u>	<u> </u>

Monomarket Limited

**Notes to the abbreviated financial statements
for the year ended 30 November 2004**

..... continued

4. Interest payable and similar charges	2004	2003
	£	£
Interest payable on loans < 1 yr	17,635	18,341
Hire purchase interest	3,500	4,402
	<u>21,135</u>	<u>22,743</u>

5. Employees

Number of employees	2004	2003
The average monthly numbers of employees (including the directors) during the year were:		
<i>Administration</i>	9	9
<i>Sales</i>	55	51
	<u>64</u>	<u>60</u>

Employment costs	2004	2003
	£	£
Wages and salaries	1,525,069	1,083,687
Other pension costs	42,398	45,643
	<u>1,567,467</u>	<u>1,129,330</u>

5.1. Directors' emoluments	2004	2003
	£	£
Remuneration and other emoluments	161,580	143,358
Pension contributions	12,000	12,000
	<u>173,580</u>	<u>155,358</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 2004

..... 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 £42,398 (2003 - £45,643).

7. Tax on profit on ordinary activities

Analysis of charge in period	2004	2003
	£	£
Current tax		
UK corporation tax	56,432	57,009
Total current tax charge	<u>56,432</u>	<u>57,009</u>
Deferred tax		
Timing differences, origination and reversal	(4,390)	9,996
Total deferred tax	<u>(4,390)</u>	<u>9,996</u>
Tax on profit on ordinary activities	<u>52,042</u>	<u>67,005</u>

8. Dividends

	2004	2003
	£	£
Dividends on equity shares:		
Ordinary shares - interim paid	<u>200,000</u>	<u>200,000</u>

Monomarket Limited

Notes to the abbreviated financial statements
for the year ended 30 November 2004

..... continued

9.	Tangible fixed assets	Land and buildings freehold £	Plant and machinery £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
	Cost					
	At 1 December 2003	1,058,738	97,020	172,968	287,975	1,616,701
	Additions	-	-	74,652	79,545	154,197
	At 30 November 2004	1,058,738	97,020	247,620	367,520	1,770,898
	Depreciation					
	At 1 December 2003	100,646	14,934	83,767	164,677	364,024
	Charge for the year	14,081	12,313	24,828	50,711	101,933
	At 30 November 2004	114,727	27,247	108,595	215,388	465,957
	Net book values					
	At 30 November 2004	944,011	69,773	139,025	152,132	1,304,941
	At 30 November 2003	958,092	82,086	89,201	123,298	1,252,677

10.	Fixed asset investments	Subsidiary undertakings shares £	Total £
	Cost		
	At 1 December 2003		
	At 30 November 2004	100	100
	Net book values		
	At 30 November 2004	100	100
	At 30 November 2003	100	100

11.	Stocks	2004 £	2003 £
	Finished goods and goods for resale	701,452	625,246

Monomarket Limited

Notes to the abbreviated financial statements
for the year ended 30 November 2004

..... continued

12. Debtors	2004 £	2003 £
Trade debtors	207,088	135,824
Prepayments and accrued income	60,169	33,949
	<u>267,257</u>	<u>171,773</u>
13. Creditors: amounts falling due within one year	2004 £	2003 £
Bank overdraft	224,299	344,347
Bank loan	69,676	68,184
Net obligations under finance leases and hire purchase contracts	51,086	33,925
Trade creditors	900,964	708,187
Corporation tax	57,750	52,025
Other taxes and social security costs	200,741	81,036
Directors' accounts	87,717	72,560
Other creditors	65,087	241,350
Accruals and deferred income	21,350	25,380
	<u>1,678,670</u>	<u>1,626,994</u>
14. Creditors: amounts falling due after more than one year	2004 £	2003 £
Bank loan	<u>176,311</u>	<u>229,739</u>

Monomarket Limited

Notes to the abbreviated financial statements
for the year ended 30 November 2004

..... continued

15. Provisions for liabilities and charges

	Deferred taxation (Note 16) £	Total £
At 1 December 2003	21,153	21,153
At 30 November 2004	<u>21,153</u>	<u>21,153</u>

16. Provision for deferred taxation

	2004 £	2003 £
Accelerated capital allowances	<u>21,153</u>	<u>25,543</u>
Provision at 1 December 2003	25,543	
Deferred tax charge in profit and loss account	(4,390)	
Provision at 30 November 2004	<u>21,153</u>	

17. Share capital

	2004 £	2003 £
Authorised		
10,000 Ordinary shares of 1 each	<u>10,000</u>	<u>10,000</u>
Alotted, 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 2004

..... continued

18. Reconciliation of movements in shareholders' funds	2004 £	2003 £
Profit for the year	238,638	209,876
Dividends	(200,000)	(200,000)
	<u>38,638</u>	<u>9,876</u>
Opening shareholders' funds	493,963	484,087
Closing shareholders' funds	<u>532,601</u>	<u>493,963</u>

19. Financial commitments

At 30 November 2004 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	2004 £	2003 £
Expiry date:		
Between one and five years	150,000	205,795
In over five years	150,000	205,795
	<u>300,000</u>	<u>411,590</u>