Company Number: 03750021

BURNING DESIRES LIMITED

ACCOUNTS FOR THE YEAR ENDED

31ST JULY 2004

AND DIRECTORS' REPORT



BURNING DESIRES LIMITED

FINANCIAL STATEMENTS AND DIRECTORS REPORT FOR THE YEAR ENDED 31ST JULY 2004

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COMPANY INFORMATION

Company number	03750021
Registered Office	137/139 Garstang Road Fulwood Preston PR2 3EB
Directors	S A Treaddell E J Treaddell
Secretary	E J Treaddell
Bankers	Yorkshire Bank PLC 3 Orchard Street Preston PR1 2EN
Accountants	Davies & Crane 5 Winckley Street Preston PR1 2AA

BURNING DESIRES LIMITED

DIRECTORS REPORT
FOR THE YEAR ENDED 31ST JULY 2004

The directors present their annual report on the affairs of the Company together with the accounts for the year ended 31st July 2004.

Principal activities
The principal activity of the company in the year under review was retailing gas fires and fireplaces.

Dividends and undistributed profits
Dividends of £137,975 have been paid in the year, and undistributed profits of £180,216 have been carried forward.

Directors and their interests

	2004	2003
S A Treaddell	2	2
E J Treaddell	-	-

Small company status
The directors' report is prepared in accordance with special provisions of Part V11 of the Companies Act 1985 relating to small companies.

137/139 Garstang Road
Fulwood
Preston, PR2 3EB

11/1/05 : Date

By order of the board

S A Treaddell
Director

STATEMENT OF DIRECTOR'S 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 affairs of the company and of the profit and loss for that period.

In preparing those financial statements, the directors are required to

- select suitable accounting policies and then 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.

BURNING DESIRES LIMITED

PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDED 31ST JULY 2004

	Notes	2004 £	2004 £	2003 £	2003 £
Turnover	1		894,005		788,764
Cost of Sales			552,436		445,772
Gross Profit			341,569		342,992
Staff costs	2	86,662		83,366	
Administrative expenses		79,204		75,119	
			165,866		158,485
Operating profit			175,703		184,507
Bank interest received			2,541		924
Profit on ordinary activities before taxation	3		178,244		185,431
Taxation	4		33,861		35,611
Profit for the financial year			144,383		149,820
Dividends paid and proposed			137,975		146,259
			6,408		3,561
Retained profits brought forward			173,808		170,247
Retained profits carried forward			£ 180,216		£ 173,808

There were no acquisitions or discontinued operations during the current or preceding year.

There are no gains or losses to be reported other than the profit for the year.

BURNING DESIRES LIMITED

BALANCE SHEET
At 31ST JULY 2004

	Notes	2004 £	2004 £	2003 £	2003 £
Fixed assets					
Tangible assets	5		36,965		36,855
Current assets					
Stocks		44,000		63,750	
Debtors	6	116,722		102,528	
Cash at bank and in hand		95,787		86,061	
		256,509		252,339	
Creditors : amounts falling due within one year	7	113,256		115,384	
Net current assets			143,253		136,955
Total assets less liabilities			£ 180,218		£ 173,810
Capital and reserves					
Called up share capital	8		2		2
Profit and loss account			180,216		173,808
Shareholders' funds	9		£ 180,218		£ 173,810

The accounts are prepared in accordance with:

a) the special provisions of part V11 of the Companies Act 1985 relating to small companies; and

b) for the year in question, the company was entitled to the exemption under section 249A(I);

c) the members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(ii); and

d) 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 the company's affairs as at the end of the financial year and of its profit and loss for the year in accordance with the requirements of 2226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

Approved by the Board on: 11/1/05

and signed on its behalf:

S A Treaddell

BURNING DESIRES LIMITED

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST JULY 2004

Note

1 Accounting policies

(a) The accounts are prepared under the historical cost convention.
(b) Turnover comprises the invoice value of goods and services supplied in the United Kingdom exclusive of VAT.
(c) Tangible fixed assets are depreciated at the following annual rates

- motor vehicle	25% on written down value
- fittings and equipment	15% on written down value
- alterations to premises	4% on written down value
- computer	straight line over 3 years

(d) Stocks are valued at the lower of cost or net realisable value after making due allowance for any obsolete or slow moving items.
(e) The directors do not consider that there are any material timing differences at present which require provision for deferred taxation.

2 Staff costs

	2004	2003
Staff costs include:		
- directors' emoluments	£ 14,956	£ 19,033

3 Profit on ordinary activities before taxation

Profit on ordinary activities before taxation is stated after charging:	2004	2003
Depreciation and amounts written-off		
- tangible fixed assets	£ 4,957	£ 4,685

4 Tax on ordinary activities

	2004	2003
Tax at the small company rate	33,861	35,624
Adjustment for previous years	0	-13
Charge for the year	£ 33,861	£ 35,611

5 Fixed assets

	Premises alterations	Motor vehicle	Fixtures & fittings	Computer	Total
		£	£	£	£
Cost at 1st August 2003	21,989	9,730	17,746	1,831	51,296
Additions less disposals	-	-	3,861	1,206	5,067
Cost at 31st July 2004	21,989	9,730	21,607	3,037	56,363
Depreciation at 1st August 2003	1,734	5,210	6,326	1,171	14,441
Disposals	-	-	-	-	0
Charge for the year	810	1,130	2,281	736	4,957
Depreciation at 31st July 2004	2,544	6,340	8,607	1,907	19,398
Net book value at 31st July 2003	20,255	4,520	11,420	-	36,855
Net book value at 31st July 2004	19,445	3,390	13,000	1,130	36,965

BURNING DESIRES LIMITED

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST JULY 2004

Note

6 Debtors

	2004	2003
	£	£
Trade debtors	109,722	102,528
Fires 4 Homes Limited	7,000	-
Director's loan account	-	-
	£ 116,722	£ 102,528

7 Creditors

	2004	2003
	£	£
Trade creditors	50,703	60,377
Social security and other taxes	44,931	47,183
Director's loan account	4,016	6,524
Bank overdraft	9,706	-
Accrual	3,900	1,300
	£ 113,256	£ 115,384

8 Share capital and reserves

		2004	2003
Authorised share capital	1000 Ordinary £1 shares	£ 1,000	£ 1,000
Allotted, issued and fully paid:	2 Ordinary £1 shares	£ 2	£ 2

9 Shareholders' funds

	2004	2003
	£	£
As at 31st July 2003	173,810	170,249
Profit for the period	6,408	3,561
As at 31st July 2004	£ 180,218	£ 173,810