

FRED BEAR CARPETS LIMITED
UNAUDITED ABBREVIATED ACCOUNTS
FOR THE PERIOD
22 JULY 2003 TO 31 AUGUST 2004

DAVID ALLEN & CO

Chartered Accountants

Dalmar House

Barras Lane Estate

Dalston

Carlisle

CA5 7NY



FRED BEAR CARPETS LIMITED

ABBREVIATED ACCOUNTS

PERIOD FROM 22 JULY 2003 TO 31 AUGUST 2004

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FRED BEAR CARPETS LIMITED**ABBREVIATED BALANCE SHEET****31 AUGUST 2004**

	Note	£	31 Aug 04 £
FIXED ASSETS	2		
Intangible assets			43,500
Tangible assets			<u>20,576</u>
			64,076
CURRENT ASSETS			
Stocks		24,039	
Debtors		19,045	
Cash at bank and in hand		<u>15,479</u>	
		58,563	
CREDITORS: Amounts falling due within one year	3	<u>108,557</u>	
NET CURRENT LIABILITIES			(49,994)
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>14,082</u>
CREDITORS: Amounts falling due after more than one year	4		<u>10,177</u>
			<u>3,905</u>
CAPITAL AND RESERVES			
Called-up equity share capital	6		100
Profit and loss account			<u>3,805</u>
SHAREHOLDERS' FUNDS			<u>3,905</u>

The director is 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 period by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

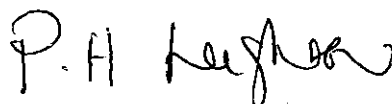
The director acknowledges her responsibility for:

- (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 period and of its profit or loss for the financial period 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 and signed by the director on 12 January 2005.

MISS P H LEIGHTON



The notes on pages 2 to 4 form part of these abbreviated accounts.

FRED BEAR CARPETS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

PERIOD FROM 22 JULY 2003 TO 31 AUGUST 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

The turnover shown in the profit and loss account represents amounts invoiced during the period, exclusive of Value Added Tax.

Goodwill

Positive purchased goodwill arising on acquisitions is capitalised, classified as an asset on the Balance Sheet and amortised over its estimated useful life up to a maximum of 20 years. This length of time is presumed to be the maximum useful life of purchased goodwill because it is difficult to make projections beyond this period. Goodwill is reviewed for impairment at the end of the first full financial year following each acquisition and subsequently as and when necessary if circumstances emerge that indicate that the carrying value may not be recoverable.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill - 25% Straight line

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Motor Vehicles - 25% Reducing balance
Equipment - 20% Reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account at a constant rate of charge on the balance of capital repayments outstanding.

FRED BEAR CARPETS LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****PERIOD FROM 22 JULY 2003 TO 31 AUGUST 2004****2. FIXED ASSETS**

	Intangible Assets £	Tangible Assets £	Total £
COST			
Additions	58,000	27,245	85,245
At 31 August 2004	<u>58,000</u>	<u>27,245</u>	<u>85,245</u>
DEPRECIATION			
Charge for period	14,500	6,669	21,169
At 31 August 2004	<u>14,500</u>	<u>6,669</u>	<u>21,169</u>
NET BOOK VALUE			
At 31 August 2004	<u>43,500</u>	<u>20,576</u>	<u>64,076</u>

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

31 Aug 04
£

Hire purchase agreement 3,460

4. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

31 Aug 04
£

Hire purchase agreement 10,177

5. RELATED PARTY TRANSACTIONS

The company was under the control of Miss P H Leighton throughout the current period. Miss P H Leighton is the managing director and majority shareholder.

On 1 September 2003 the company acquired the trade and assets of a business formerly carried out by the director for a net worth of £95,903.

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard for Smaller Entities (June 2002).

FRED BEAR CARPETS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

PERIOD FROM 22 JULY 2003 TO 31 AUGUST 2004

6. SHARE CAPITAL

Authorised share capital:

**31 Aug 04
£**

100 Ordinary shares of £1 each

100

Allotted and called up:

No £

Ordinary shares of £1 each

100

100

During the period 100 ordinary shares of £1 each were issued and fully paid at par.