

**FRED BEAR CARPETS LIMITED**

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**ANNUAL REPORT AND ACCOUNTS**  
for the year ending 31 August 2017

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**Company Registration Number:** 04840721 (Incorporation 22/7/03)

**Directors:** Mr. R. S. Hall  
Mr. A. Baird (Retired November 2016)

**Company Secretary:** -

**Accountant:** Haigh's Accountancy  
Chartered Certified Accountants  
46 Valley Drive  
Carleton Grange  
CARLISLE CA1 3TB

**Bankers:** HSBC  
P. O. Box 5  
29 English Street  
CARLISLE  
CA3 8JW

**Registered Office:** 1 Tower Court  
West Tower Street  
CARLISLE  
Cumbria CA3 8QT

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COMPANIES HOUSE

# **FRED BEAR CARPETS LIMITED**

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## **DIRECTORS REPORT**

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The Directors have pleasure in presenting their report and the unaudited financial statements of the Company for the year ended 31 August 2017.

### **PRINCIPAL ACTIVITIES**

The principal activity of the Company is Retail Carpet and Rug Sales following acquisition of the existing business on 1st. September 2012.

### **DIRECTORS**

The Directors who served the Company during the year were as follows:

Mr. R. S. Hall (Shareholding 100 Ordinary Shares of £1)

Mr. A. Baird (Shareholding Nil) - Retired November 2016

### **SMALL COMPANY PROVISIONS**

This report has been prepared in accordance with the special provisions for small companies under the Companies Act 2006 (effective April 2008).

Signed by order of the Board



R. S. Hall  
Director

18th. April 2018

**FRED BEAR CARPETS LIMITED**

**ACCOUNTANTS REPORT TO THE DIRECTORS ON THE UNAUDITED ACCOUNTS OF THE COMPANY**

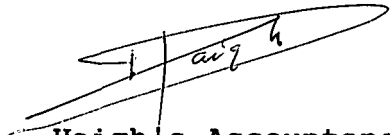
**YEAR ENDED 31 AUGUST 2017**

In accordance with our terms of engagement, and in order to assist you to fulfil your duties under the Companies Act 2006, we have compiled the financial statements of the Company which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the accounting records and information and explanations you have given us.

This report is made to the Company's Directors, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Directors that we have done so, and state those matters that we have agreed to state to them in this 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 Directors, for our work or for this report.

You have acknowledged on the Balance Sheet as at 31 August 2017 your duty to ensure that the Company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 2006. You consider that the Company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.



Haigh's Accountancy  
46 Valley Drive  
CARLISLE  
CA1 3TB

18th. April 2018

**FRED BEAR CARPETS LIMITED**

**PROFIT AND LOSS ACCOUNT**  
for the Year ended 31 August 2017

|                                                                        | Notes | 2016<br>£      | 2017<br>£          |
|------------------------------------------------------------------------|-------|----------------|--------------------|
| <b><u>TURNOVER</u></b>                                                 |       | 117,221        | 139,454            |
| Cost of Sales                                                          |       | <u>39,583</u>  | <u>109,363</u>     |
| <b><u>GROSS PROFIT</u></b>                                             |       | 77,638         | 30,091             |
| Administrative Expenses                                                |       | ( 81,856)      | ( 55,875)          |
| Other Operating Income                                                 | 2     | <u>12,615</u>  | <u>2,124</u>       |
| <b><u>OPERATING PROFIT/(LOSS)</u></b>                                  | 3     | 8,397          | ( 23,660)          |
| Interest Receivable                                                    |       | -              | -                  |
| Interest Payable & Similar Charges                                     |       | ( <u>808</u> ) | ( <u>317</u> )     |
| <b><u>PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE<br/>TAXATION</u></b> |       | 7,589          | ( 23,977)          |
| Tax on Profit/(Loss) on Ordinary Activities                            | 4     | ( <u>118</u> ) | <u>118</u>         |
| <b><u>PROFIT/(LOSS) FOR THE FINANCIAL YEAR</u></b>                     | 10    | 7,471<br>===== | ( 23,859)<br>===== |

The notes on Pages 6 to 8 form part of these financial statements

# FRED BEAR CARPETS LIMITED

## BALANCE SHEET

as at 31 August 2017

|                                              | Notes | 2016<br>£         | 2017<br>£         |
|----------------------------------------------|-------|-------------------|-------------------|
| <u>FIXED ASSETS</u>                          |       |                   |                   |
| Intangible Assets (Goodwill)                 |       | -                 | -                 |
| Tangible Assets                              | 5     | <u>2,900</u>      | <u>2,900</u>      |
|                                              |       | 2,900             | 2,900             |
|                                              |       | =====             | =====             |
| <u>CURRENT ASSETS</u>                        |       |                   |                   |
| Stocks                                       |       | 14,680            | 3,680             |
| Debtors & Prepayments                        | 6     | 7,659             | 12,571            |
| Cash at Bank & In Hand                       |       | <u>9,422</u>      | <u>864</u>        |
|                                              |       | 31,761            | 17,115            |
| <u>CREDITORS</u> due within One Year         | 7     | ( <u>11,868</u> ) | ( <u>25,082</u> ) |
| <u>NET CURRENT ASSETS</u>                    |       | 19,893            | ( 7,967 )         |
|                                              |       | =====             | =====             |
| <u>TOTAL ASSETS LESS CURRENT LIABILITIES</u> |       | 22,793            | ( 5,067 )         |
|                                              |       | =====             | =====             |
| <u>CREDITORS</u> due after One Year          | 8     | ( <u>18,958</u> ) | ( <u>14,957</u> ) |
|                                              |       | 3,835             | ( 20,024 )        |
|                                              |       | =====             | =====             |
| <u>CAPITAL AND RESERVES</u>                  |       |                   |                   |
| Called Up Equity Share Capital               | 9     | 100               | 100               |
| Other Reserves                               |       | -                 | -                 |
| Profit & Loss Account                        | 10    | <u>3,735</u>      | ( <u>20,124</u> ) |
| <u>SHAREHOLDERS FUNDS</u>                    |       | 3,835             | ( 20,024 )        |
|                                              |       | =====             | =====             |

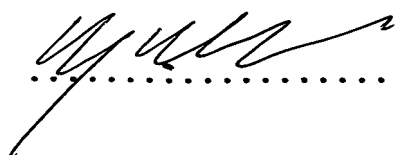
For the year ending 31st. August 2017 the company was entitled to exemption from audit under Section 477 of the Companies Act 2006 relating to small companies.

Directors responsibilities:-

The members have not required the company to obtain an audit of its accounts for the year in accordance with Section 476

The Directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime of the Companies Act 2006.



..... R. S. Hall (Director)

18th. April 2018

The notes on Pages 6 to 8 form part of these financial statements.

**FRED BEAR CARPETS LIMITED****NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2017****1. ACCOUNTING POLICIES****Basis of Accounting**

The accounts have been prepared under the historical cost convention and in accordance with the Financial Standard for Smaller Entities.

**Turnover**

The Turnover shown in the Profit and Loss Account represents amounts invoiced during the year, exclusive of VAT.

**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:

|                   |                      |
|-------------------|----------------------|
| Plant & Machinery | 15% reducing balance |
| Motor Vehicles    | 25% 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.

**Financial Instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities.

|                                           |               |               |
|-------------------------------------------|---------------|---------------|
| <b>2. <u>OTHER OPERATING INCOME</u></b>   | <b>2016</b>   | <b>2017</b>   |
|                                           | £             | £             |
| Other Income - Council Compensation Grant | 3,750         | 2124          |
| - Loss of Profits Insc. Claim             | 8,865         | -             |
|                                           | <u>12,615</u> | <u>2124</u>   |
|                                           | =====         | =====         |
| <b>3. <u>OPERATING PROFIT/(LOSS)</u></b>  | <b>2016</b>   | <b>2017</b>   |
|                                           | £             | £             |
| This is stated after charging:            |               |               |
| Directors Emoluments                      | 51,046        | 24,898        |
| Depreciation of Fixed Assets              | 2,000         | -             |
| (Profit)/Loss on disposal of fixed assets | -             | ( 2,047)      |
|                                           | =====         | =====         |
| <b>4. <u>TAXATION</u></b>                 | <b>2016</b>   | <b>2017</b>   |
|                                           | £             | £             |
| Current Year Taxation @ 20%               | 118           | -             |
| Deferred Taxation Adjustment              | -             | -             |
| Under/(Over) Tax paid prior year          | -             | ( 118)        |
|                                           | <u>118</u>    | <u>( 118)</u> |
|                                           | =====         | =====         |

**FRED BEAR CARPETS LIMITED**

**NOTES TO THE ACCOUNTS (continued)**

**5. TANGIBLE FIXED ASSETS**

|                     | Equip't      | Fixtures<br>& Fittings | Vehicles     | TOTAL         |
|---------------------|--------------|------------------------|--------------|---------------|
| <u>Cost</u>         |              |                        |              |               |
| At 1 Sept.2016      | 1,214        | 14,206                 | 8,635        | 24,055        |
| Additions           | -            | -                      | -            | -             |
| Disposals           | -            | -                      | ( 2,047)     | ( 2,047)      |
| Deprec'n Adj.       | -            | -                      | -            | -             |
| At 31 August 2017   | <u>1,214</u> | <u>14,206</u>          | <u>6,588</u> | <u>22,008</u> |
|                     | =====        | =====                  | =====        | =====         |
| <u>Depreciation</u> |              |                        |              |               |
| At 1 Sept. 2016     | 1,014        | 13,506                 | 6,635        | 21,155        |
| Charge for Year     | -            | -                      | ( 2,047)     | ( 2,047)      |
| Cost Adj.           | -            | -                      | -            | -             |
| At 31 August 2017   | <u>1,014</u> | <u>13,506</u>          | <u>4,588</u> | <u>19,108</u> |
|                     | =====        | =====                  | =====        | =====         |

**NET BOOK VALUE**

|                   |            |            |              |              |
|-------------------|------------|------------|--------------|--------------|
| At 31 August 2017 | <u>200</u> | <u>700</u> | <u>2,000</u> | <u>2,900</u> |
| At 31 August 2016 | <u>200</u> | <u>700</u> | <u>2,000</u> | <u>2,900</u> |

**6. DEBTORS**

|                              |              |               |
|------------------------------|--------------|---------------|
|                              | 2016         | 2017          |
|                              | £            | £             |
| Trade Debtors                | 7,579        | 12,373        |
| Other Debtors                | -            | -             |
| Bad Debt Provision           | -            | -             |
| Prepayments & Accrued Income | 80           | 198           |
|                              | <u>7,659</u> | <u>12,571</u> |
|                              | =====        | =====         |

**7. CREDITORS : Amounts falling due within one year**

|                                  |               |               |
|----------------------------------|---------------|---------------|
|                                  | 2016          | 2017          |
|                                  | £             | £             |
| Private Loan                     | 2,045         | 3,000         |
| Bank loans and overdrafts        | 1,251         | 4,742         |
| Trade Creditors                  | 2,565         | 8,549         |
| Corporation Tax                  | 118           | -             |
| Other Taxation & Social Security | 3,399         | 3,440         |
| Hire Purchase Agreements         | -             | -             |
| Directors Loan Account           | -             | 3,961         |
| Accruals and deferred income     | 2,490         | 1,390         |
|                                  | <u>11,868</u> | <u>25,082</u> |
|                                  | =====         | =====         |

**8. CREDITORS : Amounts Falling Due after One Year**

|                          |               |               |
|--------------------------|---------------|---------------|
|                          | 2016          | 2017          |
|                          | £             | £             |
| Bank Loan                | -             | -             |
| Hire Purchase Agreements | -             | -             |
| Private Loan             | 18,408        | 14,957        |
| Other Loans              | -             | -             |
| Directors Loan A/C       | 550           | -             |
|                          | <u>18,958</u> | <u>14,957</u> |
|                          | =====         | =====         |

# FRED BEAR CARPETS LIMITED

## NOTES TO THE ACCOUNTS (continued)

### 9. SHARE CAPITAL

Authorised share capital:

|                                | 2016  | 2017  |
|--------------------------------|-------|-------|
|                                | £     | £     |
| 100 Ordinary shares of £1 each | 100   | 100   |
|                                | ===== | ===== |

Allotted, called up and fully paid:

|                            | 2016  | 2017  |
|----------------------------|-------|-------|
|                            | £     | £     |
| Ordinary shares of £1 each | 100   | 100   |
|                            | ===== | ===== |

### 10. PROFIT & LOSS ACCOUNT

|                                      | 2016      | 2017      |
|--------------------------------------|-----------|-----------|
|                                      | £         | £         |
| Balance brought forward              | ( 3,736)  | 3,735     |
| Profit/(Loss) for the financial year | 7,471     | ( 23,359) |
| Dividends                            | ( ----- ) | -----     |
| Balance carried forward              | 3,735     | ( 20,124) |
|                                      | =====     | =====     |

### 11. RELATED PARTY TRANSACTIONS

The company was under the control of Mr. R. S. Hall throughout the current and previous year. Mr. R. S. Hall is the Managing Director and majority Shareholder.

### 12. OPERATING LEASES

|                                     | 2016          | 2017          |
|-------------------------------------|---------------|---------------|
|                                     | £             | £             |
| Leases expiring within 1 year       | 12,500        | 12,500        |
| Leases expiring within 2 to 5 years | 12,500        | -             |
|                                     | <u>25,000</u> | <u>12,500</u> |
|                                     | =====         | =====         |

### 13. GENERAL

Serious flooding in Carlisle during 2016 resulted in the need to relocate the shop. This resulted in a fall in business until customers became familiar with this new address, but unfortunately some were not prepared to travel the increased distance. Business at the old address was resumed in 2017 and sales are showing an improvement.