

Michael James (Jewellers) Limited

Abbreviated accounts

For the year ended 31 March 2004



Company No. SC87513

Company information

Registered Office	4 Argyll Arcade Glasgow G2 8BA
Director	M J McCann
Secretary	N J Sutherland
Bankers	Clydesdale Bank plc
Solicitors	Biggart Baillie
Accountants	Grant Thornton Chartered Accountants 95 Bothwell Street GLASGOW G2 7JZ

Index to the abbreviated accounts

Principal accounting policies	4 - 5
Abbreviated balance sheet	6 - 7
Notes to the abbreviated accounts	8

Principal 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

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

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:

Leasehold Property	- Over the period of the lease
Display	- Straight line over 3 years
Fixtures & Fittings	- 15% on cost
Motor Vehicles	- Straight line over 4 years
Computer equipment	- Straight line over 4 years

Stocks

Stocks are stated at the lower of cost and net realisable value.

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 on a straight line basis.

Finance lease agreements

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included with creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account on a straight line basis, and the capital element which reduces the outstanding obligation for future instalments.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme for the benefits of the employees and the director. The pension costs charged against profits represents the amount of the contributions payable to the scheme in respect of the accounting period.

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, in the future.

Abbreviated balance sheet

	Note	2004 £	2003 £
Fixed assets			
Tangible assets	1	<u>102,449</u>	<u>97,423</u>
Current assets			
Stocks		532,411	435,931
Debtors		13,402	13,556
Cash at bank and in hand		<u>13,282</u>	<u>141,998</u>
		559,095	591,485
Creditors: amounts falling due within one year		<u>352,467</u>	<u>400,336</u>
Net current assets		206,628	191,149
Total assets less current liabilities		<u>309,077</u>	<u>288,572</u>
Creditors: amounts falling due after more than one year		20,717	31,946
		<u>288,360</u>	<u>256,626</u>

The Balance sheet continues on the following page.
The accompanying notes form part of these abbreviated accounts.

	Note	2004 £	2003 £
Capital and reserves			
Called-up equity share capital	2	100,000	100,000
Share premium account		40,000	40,000
Other reserves		40,000	40,000
Profit and loss account		108,360	76,626
Shareholders' funds		<u>288,360</u>	<u>256,626</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 year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

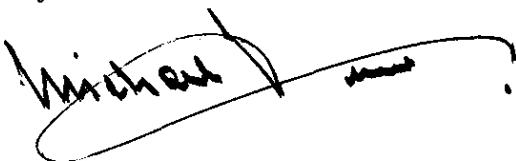
The director acknowledges his responsibility for:

- (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 year and of its profit or loss for the financial year 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 financial statements 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 30 June 2004.

M J McCann



Notes to the abbreviated accounts

1 Fixed assets

	Tangible Assets £
Cost	
At 1 April 2003	377,046
Additions	36,376
Disposals	(17,000)
At 31 March 2004	<u>396,422</u>
Depreciation	
At 1 April 2003	279,623
Charge for year	31,350
On disposals	(17,000)
At 31 March 2004	<u>293,973</u>
Net book value	
At 31 March 2004	<u>102,449</u>
At 31 March 2003	<u>97,423</u>

2 Share capital

Authorised share capital:			2004 £	2003 £
200,000 Ordinary shares of £1 each			<u>200,000</u>	<u>200,000</u>
Allotted, called up and fully paid:				
	2004 No	£	2003 No	£
Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>

3 Capital commitments

There were no capital commitments at 31 March 2004 or 31 March 2003.