

**JUMBO INFLATABLES LIMITED**

**COMPANY NO 1517401**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**31 DECEMBER 2006**

THURSDAY



A64

\*A3L8JT4M\*

20/09/2007

COMPANIES HOUSE

610

# **JUMBO INFLATABLES LIMITED**

## **COMPANY INFORMATION**

### **Directors**

J C S Tham  
D Cond

### **Secretary**

D Cond

### **Registered Office**

Unit 1, Harrowbrook Road  
Harrowbrook Industrial Estate  
Hinckley  
LE10 3DJ

### **Bankers**

Barclays Bank Plc  
Corporate Banking Centre  
PO Box 119  
Park House  
Newbrick Road  
Stoke Gifford  
Bristol  
BS34 8TN

# JUMBO INFLATABLES LIMITED

## REPORT OF THE DIRECTORS

The directors have pleasure in presenting their report and financial statements for the year ended 31<sup>st</sup> December 2006

### Principal activity and business review

The principal activities of the company are the manufacture and sale of innovative inflatables to recreational markets and the design and installation of children's play areas

The company has completed an extension of its premises during the year. The directors are confident that this will enable progress to be made during the next twelve months

### Results and Dividend

The results of the company for the year are set out in the profit and loss account

The directors do not recommend payment of a dividend as the funds of the company are fully employed

### Directors

The directors who served the company during the year together with their interests (including family interests) in the shares of the company are as follows

	No of Shares Held	
	2006	2005
J C S Tham	-	-
D Cond	-	-

The company is a wholly owned subsidiary of Angelfolder Limited and the interest of the directors in the parent company can be found in that company's accounts

### Statement of 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 affairs of the company and of the profit or loss of the company 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 and prepare the financial statements on a 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 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

The directors have decided to take advantage of the provisions of section 249A(1) of the Companies Act 1985 and therefore an audit has not been carried out for the period under review

### Small Company Rules

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities

By Order of the Board

   
D Cond  
Secretary

Unit 1, Harrowbrook Road  
Harrowbrook Industrial Estate  
Hinckley  
LE10 3DJ

Date 31<sup>st</sup> August 2007

**JUMBO INFLATABLES LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR YEAR ENDED 31 DECEMBER 2006**

	Note	Year Ended 31 12 2006 £	Year Ended 31 12 2005 £
<b>Turnover – continuing operations</b>	<b>2</b>	1,749,324	2,169,382
Cost of sales		(1,170,345)	(1,424,384)
<b>Gross Profit</b>		<u>578,979</u>	<u>744,998</u>
Administration expenses		(656,028)	(738,785)
<b>Operating (Loss)/Profit</b>	<b>3</b>	(77,049)	6,213
Reorganisation Costs	<b>5</b>	-	(189,051)
Other interest receivable and similar income	<b>6</b>	1,253	4,393
Interest payable and similar charges	<b>7</b>	(7,664)	(9,494)
<b>Loss on ordinary activities before taxation</b>		<u>(83,460)</u>	<u>(187,939)</u>
Tax on (loss)/profit on ordinary activities	<b>8</b>	-	-
<b>Retained loss transferred from reserves</b>	<b>17</b>	<u>(83,460)</u>	<u>(187,939)</u>

There are no recognised gains or losses other than the loss for the year

## JUMBO INFLATABLES LIMITED

## BALANCE SHEET

AS AT 31 DECEMBER 2006

	Note	£	2006	£	£	2005	£
<b>Fixed Assets</b>							
Tangible assets	9		135,925			70,405	
Intangible assets	10		18,480			20,020	
			<u>154,405</u>			<u>90,425</u>	
<b>Current Assets</b>							
Stocks	11	385,582			350,412		
Debtors	12	576,259			600,597		
Cash at bank and in hand		48,107			111,535		
			<u>1,009,948</u>		<u>1,062,544</u>		
<b>Creditors</b>							
Amounts falling due within one year	13	(1,205,846)			(1,197,002)		
<b>Net Liabilities</b>				(195,898)			(134,458)
<b>Total Assets Less Current Liabilities</b>				(41,493)			(44,033)
<b>Creditors Amounts falling due after one year</b>	14		(625,000)			(525,000)	
<b>Provisions for liabilities and charges</b>	15		(46,000)			(60,000)	
<b>Total Assets</b>			<u>(712,493)</u>			<u>(629,033)</u>	
<b>Capital and Reserves</b>							
Called up share capital	16,17		100			100	
Profit and loss account	17		(712,593)			(629,133)	
<b>Equity Shareholders' Funds</b>	17		<u>(712,493)</u>			<u>(629,033)</u>	

The directors have

- a) taken advantage of the Companies Act 1985 in not having these accounts audited under section 249A(1)
- b) confirmed that no notice has been deposited under section 249B(2) of the Companies Act 1985, and
- c) acknowledging 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 gave 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 and loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities

Approved by the board on 31<sup>st</sup> August 2007  
and signed on its behalf



D Cond  
Director

**JUMBO INFLATABLES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2006**

**1 Principal Accounting Policies**

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same financial statements

**a) Accounting Convention**

The financial statements have been prepared under the historical cost convention, and in accordance with applicable accounting standards

**b) Turnover**

Turnover comprises the invoice value of goods sold and services provided net of value added tax

**c) Depreciation**

Depreciation is provided on tangible fixed assets at rates calculated to write off the cost or valuation, less estimated residual value, of each asset evenly over its expected useful life, or lease period if shorter, as follows -

Short Leasehold Improvements		Life of lease
Plant and Machinery	15% - 25%	Reducing balance
Motor vehicles	25%	Reducing balance

**d) Stocks and Work-in-Progress**

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

Cost includes all direct costs incurred in bringing the stocks to their present location and condition, including where appropriate, a proportion of manufacturing overheads

**e) Deferred Taxation**

Provision is made for deferred taxation on all reversible timing differences but deferred tax assets are only recognised where recoverability is anticipated

**f) Foreign Currency Translation**

Transactions in foreign currencies are recorded at the exchange rate at the time of the transaction

Assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date

All exchange differences are dealt with through the profit and loss account

**g) Pension scheme arrangements**

The company makes contributions on behalf of staff members to a defined contribution scheme. The pension cost charge represents contributions payable to the scheme

**h) Leasing Commitments**

Rentals paid under operating leases are charged to the P&L on a straight line basis over the lease term

**i) Goodwill**

Goodwill is determined by comparing the amount paid on the acquisition of a business and the aggregate fair value of its separate net assets and is written off over its estimated useful economic life of 20 years

**JUMBO INFLATABLES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2006**  
(Continued)...

**2. Turnover**

Turnover is attributable to the one principal activity of the company. The geographical analysis of turnover is as follows -

	Year Ended 31.12.2006	Year Ended 31.12.2005
	£	£
United Kingdom	871,698	1,099,483
Europe	706,510	808,004
Rest of the World	171,116	261,895
	<u>1,749,324</u>	<u>2,169,382</u>

**3. The Operating profit is stated after charging**

	Year Ended 31.12.2006	Year Ended 31.12.2005
	£	£
Auditors' remuneration and expenses	-	-
Depreciation of owned assets	21,047	19,970
Amortisation of intangible assets	1,540	1,540
Operating leases – land and buildings	81,500	131,640
Operating leases – other	16,504	19,842
Loss on foreign exchange	2,480	326
	<u>122,071</u>	<u>173,318</u>

**4. Directors' and Employees**

	Year Ended 31.12.2006	Year Ended 31.12.2005
	£	£
<b>Directors' Emoluments</b>		
Emoluments	78,747	66,950
Company contributions to money purchase pension schemes	3,500	2,950
	<u>82,247</u>	<u>69,900</u>

Number of directors in money purchase pension schemes

<u>1</u>	<u>1</u>
----------	----------

**5 Reorganisation Costs**

	Year Ended 31.12.2006	Year Ended 31.12.2005
	£	£
Closure of Stanley factory	-	92,141
Relocation of Leicester factory	-	96,910
	<u>-</u>	<u>189,051</u>

## JUMBO INFLATABLES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2006**  
(Continued)...

	<b>Year Ended 31 12.2006 £</b>	<b>Year Ended 31.12.2005 £</b>
<b>6. Interest Receivable and Similar Income</b>		
Bank interest receivable	1,253	4,393
	<u>          </u>	<u>          </u>
<b>7. Interest Payable and Similar Charges</b>		
Loan Interest	7,664	9,494
	<u>          </u>	<u>          </u>
<b>8. Tax on loss on ordinary activities</b>	<b>Year Ended 31 12 2006 £</b>	<b>Year Ended 31 12.2005 £</b>
a) Analysis of charge in year		
Current tax		
UK corporation tax charge on profit/(loss) of the period	-	-
Deferred tax		
Total deferred tax (see note 15)	-	-
Tax charge on ordinary activities	<u>          </u>	<u>          </u>
	<u>          </u>	<u>          </u>
b) Factors affecting the tax charge for the year		
The tax charge for the year is lower than the standard rate of corporation tax in the UK (30%)		
The differences are explained below	<b>Year Ended 31 12 2006 £</b>	<b>Year Ended 31 12 2005 £</b>
(Loss)/profit on ordinary activities before tax	(83,460)	(187,939)
	<u>          </u>	<u>          </u>
Tax on Loss at 30% (2005 30%)	(25,038)	(56,382)
Effects of		
Expenses not deductible (primarily amortisation, legal and professional fees and inter-company balances written off)	10,000	27,000
Capital allowances for the period greater/(less) than depreciation	(5,000)	(5,000)
Tax losses carried forward	20,038	34,382
Current tax charge for the period	<u>          </u>	<u>          </u>
	<u>          </u>	<u>          </u>

## c) Factors that may affect future tax charges

The company has tax losses amounting to approximately £1,250,000 available for use against future trading profits



**JUMBO INFLATABLES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2006**  
(Continued)...

<b>9. Tangible Assets</b>	<b>Leasehold Improvements £</b>	<b>Plant and Machinery £</b>	<b>Motor Vehicles £</b>	<b>Total £</b>
<b>Cost</b>				
At 1 January 2006	28,753	166,448	6,500	201,701
Additions	78,229	8,018	9,360	95,607
Disposals	-	-	(11,460)	(11,460)
At 31 December 2006	<u>106,982</u>	<u>174,466</u>	<u>4,400</u>	<u>285,848</u>
<b>Depreciation</b>				
At 1 January 2006	8,248	122,368	680	131,296
Charge for the year	6,164	12,643	2,240	21,047
Disposals	-	-	(2,420)	(2,420)
At 31 December 2006	<u>14,412</u>	<u>135,011</u>	<u>500</u>	<u>149,923</u>
<b>Net book value</b>				
At 31 December 2006	<u>92,570</u>	<u>39,455</u>	<u>3,900</u>	<u>135,925</u>
At 31 December 2005	<u>20,505</u>	<u>44,080</u>	<u>5,820</u>	<u>70,405</u>

**JUMBO INFLATABLES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2006**  
**(Continued)...**

**10 Intangible Assets**

<b>Cost</b>	<b>Goodwill £</b>
At 1 January 2006 and 31 December 2006	30,800
<b>Amortisation</b>	
At 1 January 2006	10,780
Charge for the year	1,540
At 31 December 2006	12,320
<b>Net book value</b>	
At 31 December 2006	18,480
At 31 December 2005	20,020

**11. Stocks and Work in Progress**

	<b>2006 £</b>	<b>2005 £</b>
Raw materials and consumables	116,776	120,171
Work in progress	30,784	35,444
Finished goods and goods for resale	238,022	194,797
	<u>385,582</u>	<u>350,412</u>
At 31 <sup>st</sup> December 2006 the company held £21,000 raw material stock on consignment (2005 £28,000)		

**12. Debtors**

	<b>2006 £</b>	<b>2005 £</b>
Trade debtors	111,488	151,469
Amounts owed by group undertakings	386,580	346,580
Other debtors	23,966	40,750
Prepayments and accrued income	54,225	61,798
	<u>576,259</u>	<u>600,597</u>

**JUMBO INFLATABLES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2006**  
**(Continued) ..**

<b>13</b>	<b>Creditors - Amounts Falling Due Within One Year</b>	<b>2006</b>	<b>2005</b>
		<b>£</b>	<b>£</b>
	Payments received on account	32,133	26,790
	Trade creditors	234,761	186,825
	Amounts owed to group undertakings	835,462	835,462
	Other tax and social security	23,781	49,799
	Accruals and deferred income	79,709	98,126
		<u>1,205,846</u>	<u>1,197,002</u>

<b>14.</b>	<b>Creditors - Amounts Falling Due After One Year</b>	<b>2006</b>	<b>2005</b>
		<b>£</b>	<b>£</b>
	Amounts owed to group undertakings	200,000	200,000
	Loans from director	425,000	325,000
		<u>625,000</u>	<u>525,000</u>

**15. Provisions for liabilities and charges**

At 31<sup>st</sup> December 2006 the company had ongoing commitments in respect of the closure of operations. In accordance with FRS12 a provision has been recognised as follows

	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
Amount provided at 1 <sup>st</sup> January 2006	60,000	35,000
Provided during the year	-	25,000
Utilised during the year	(14,000)	-
Amount provided at 31 <sup>st</sup> December 2006	<u>46,000</u>	<u>60,000</u>

**JUMBO INFLATABLES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2006**  
(Continued) .

**16 Share Capital**

	2006 £	2005 £
Authorised 1,000 Ordinary shares of £1 each	1,000	1,000
	<u>          </u>	<u>          </u>
Allotted, called up and fully paid 100 Ordinary shares of £1 each	100	100
	<u>          </u>	<u>          </u>

**17 Equity Shareholders' Funds**

	Profit and Loss Account £	Share Capital £	Total £
At 1 January 2005	(441,194)	100	(441,094)
Loss for the year	(187,939)	-	(187,939)
	<u>          </u>	<u>          </u>	<u>          </u>
At 31 December 2005	(629,133)	100	(629,033)
Loss for the year	(83,460)	-	(83,460)
	<u>          </u>	<u>          </u>	<u>          </u>
At 31 December 2006	(712,593)	100	(712,493)

**18. Operating Leases**

At 31 December 2006 the company had annual commitments under operating leases as set out below

	2006 Land & Buildings	2005 Land & Buildings	2006 Other	2005 Other
Operating leases which expire in				
One year	-	-	-	10,070
Two – five years	-	-	14,748	5,542
After Five Years	116,000	116,000	-	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

**JUMBO INFLATABLES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2006**  
**(Continued) ..**

**19. Contingent Liabilities**

As at the year-end, a £12,000 (2005 - £12,000) bond is retained by Customs & Excise as a guarantee regarding import duty and VAT liabilities

The company is party to a web guarantee in respect of bank loans and overdrafts of the Jumbo International Limited group of companies which at 31<sup>st</sup> December 2006 stood at £Nil (2005 £Nil) These bank loans and overdrafts are secured by way of a debenture charge over the company's assets

**20 Ultimate Parent Undertaking and related parties**

The ultimate parent company is Anglefolder Limited, a company controlled by J C S Tham, and which is registered in England & Wales. Copies of the group financial statements can be obtained from 9 Queripel House, 1 Duke of York Square, London SW3 4LY

The company has taken advantage of the exemptions conferred by FRS8 paragraph 3(c) not to make disclosures concerning relevant related parties

**21 Related Party Transactions**

Transactions with 123 Jump Limited, a company controlled by J C S Tham, director

Sales due in year	£317,098
	<hr/>
Included in trade debtors at year end	£24,435
	<hr/>