

COMPANY REGISTRATION NUMBER 2595939

**Matchproud Limited**  
**Financial Statements**  
**For the Year Ended**  
**31 December 2004**



**BISHOP FLEMING**

Chartered Accountants

Chy Nyverow  
Newham Road  
Truro  
Cornwall  
TR1 2DP

# **Matchproud Limited**

## **Financial Statements**

**Year Ended 31 December 2004**

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**Matchproud Limited****Officers and Professional Advisers**

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**The Board of Directors**

J H Thomas  
J M Thomas

**Company Secretary**

J M Thomas

**Registered Office**

Chy Nyverow  
Newham Road  
Truro  
TR1 2DP

**Accountants**

Bishop Fleming  
Chartered Accountants  
Chy Nyverow  
Newham Road  
Truro  
Cornwall  
TR1 2DP

**Bankers**

Barclays Bank plc  
14 King Street  
Truro  
Cornwall  
TR1 2RB

**Solicitors**

Bray & Dilks  
33 & 34 Lemon Street  
Truro  
Cornwall  
TR1 2NR

**Matchproud Limited****The Directors' Report****Year Ended 31 December 2004**

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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 December 2004.

**Principal activities**

The principal activity of the company during the year was the retail and wholesale of health and wholefoods.

**The directors and their interests in the shares of the company**

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

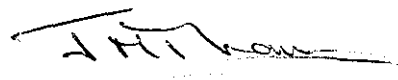
	<b>Ordinary Shares of £1 each</b>	
	<b>At</b>	<b>At</b>
	<b>31 December 2004</b>	<b>1 January 2004</b>
J H Thomas	<b>75,000</b>	75,000
J M Thomas	<b><u>75,000</u></b>	<b><u>75,000</u></b>

**Small company provisions**

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:  
Chy Nyverow  
Newham Road  
Truro  
TR1 2DP

Signed by order of the directors



J M Thomas  
Company Secretary

Approved by the directors on 23/3/05

**Matchproud Limited****Profit and Loss Account****Year Ended 31 December 2004**

	Note	2004 £	2003 £
<b>Turnover</b>	2	1,334,513	1,321,289
Cost of sales		1,030,842	1,046,296
<b>Gross profit</b>		303,671	274,993
Administrative expenses		249,561	238,149
<b>Operating profit</b>	3	54,110	36,844
Interest receivable and similar income		2	—
Interest payable		(15,237)	(13,822)
<b>Profit on ordinary activities before taxation</b>		38,875	23,022
Tax on profit on ordinary activities	5	9,227	5,831
<b>Profit on ordinary activities after taxation</b>		29,648	17,191
Equity dividends paid		18,960	13,080
<b>Retained profit for the financial year</b>		10,688	4,111

The notes on pages 6 to 11 form part of these financial statements.

**Matchproud Limited****Balance Sheet****31 December 2004**

	Note	2004 £	2003 £
<b>Fixed assets</b>			
Intangible assets	6	35,292	40,792
Tangible assets	7	145,903	162,184
		<u>181,195</u>	<u>202,976</u>
<b>Current assets</b>			
Stocks		151,156	151,834
Debtors	8	51,405	56,714
Cash in hand		120	120
		<u>202,681</u>	<u>208,668</u>
<b>Creditors: Amounts falling due within one year</b>	9	<u>151,173</u>	<u>183,810</u>
<b>Net current assets</b>		<u>51,508</u>	<u>24,858</u>
<b>Total assets less current liabilities</b>		<u>232,703</u>	<u>227,834</u>
<b>Creditors: Amounts falling due after more than one year</b>	10	<u>67,804</u>	<u>73,623</u>
		<u>164,899</u>	<u>154,211</u>
<b>Capital and reserves</b>			
Called-up equity share capital	11	150,000	150,000
Profit and loss account	12	14,899	4,211
<b>Shareholders' funds</b>		<u>164,899</u>	<u>154,211</u>

The Balance sheet continues on the following page.

The notes on pages 6 to 11 form part of these financial statements.

**Matchproud Limited****Balance Sheet** *(continued)***31 December 2004**

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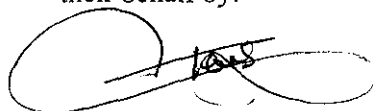
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities 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 financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

These financial statements were approved by the directors on the 23.03.05 and are signed on their behalf by:



J H Thomas  
Director

# Matchproud Limited

## Notes to the Financial Statements

Year Ended 31 December 2004

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### 1. Accounting policies

#### (a) 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).

#### (b) Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

#### (c) Amortisation

Amortisation is calculated so as to write off the cost of an asset over the useful economic life of that asset as follows:

Goodwill - 20 years straight line

#### (d) Fixed assets

All fixed assets are initially recorded at cost.

#### (e) Depreciation

Depreciation is calculated so as to write off the cost of an asset over the useful economic life of that asset as follows:

Freehold Property	- 50 years straight line
Plant & Machinery	- 5 years straight line
Fixtures & Fittings	- 10% reducing balance
Motor Vehicles	- 20% reducing balance
Equipment	- 5 years straight line

#### (f) Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis.

Net realisable value is based on estimated selling price less the estimated cost of disposal.

#### (g) 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.

#### (h) 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.



**Matchproud Limited****Notes to the Financial Statements****Year Ended 31 December 2004**

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**1. Accounting policies** *(continued)***(i) Pension costs****Defined contribution scheme**

Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

**2. Turnover**

In the opinion of the directors, none of the turnover of the company is attributable to geographical markets outside the UK.

**3. Operating profit**

Operating profit is stated after charging/(crediting):

	<b>2004</b>	2003
	£	£
Amortisation	5,500	5,500
Depreciation of owned fixed assets	4,671	9,232
Depreciation of assets held under finance lease and hire purchase agreements	6,087	5,924
Loss/(Profit) on disposal of fixed assets	7,261	(455)
Auditors' fees	—	4,500
	<u>          </u>	<u>          </u>

**4. Directors' emoluments**

The directors' aggregate emoluments in respect of qualifying services were:

	<b>2004</b>	2003
	£	£
Aggregate emoluments	28,144	32,816
Value of company pension contributions to money purchase schemes	4,800	4,800
	<u>32,944</u>	<u>37,616</u>

The number of directors who accrued benefits under company pension schemes was as follows:

	<b>2004</b>	2003
	No	No
Money purchase schemes	<u>2</u>	<u>2</u>

**Matchproud Limited****Notes to the Financial Statements****Year Ended 31 December 2004**

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**5. Taxation on ordinary activities**

	2004 £	2003 £
Current tax:		
UK Corporation tax based on the results for the year at 19% (2003 - 17%)	9,227	5,831
Total current tax	<u>9,227</u>	<u>5,831</u>

**6. Intangible fixed assets**

	Goodwill £
<b>Cost</b>	
At 1 January 2004 and 31 December 2004	<u>110,000</u>
<b>Amortisation</b>	
At 1 January 2004	69,208
Charge for the year	5,500
At 31 December 2004	<u>74,708</u>
<b>Net book value</b>	
At 31 December 2004	<u>35,292</u>
At 31 December 2003	<u>40,792</u>

**Matchproud Limited****Notes to the Financial Statements****Year Ended 31 December 2004****7. Tangible fixed assets**

	Freehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Equipment £	Total £
<b>Cost</b>						
At 1 Jan 2004	119,124	6,030	35,585	65,255	2,488	228,482
Additions	—	—	—	17,937	—	17,937
Disposals	—	—	—	(39,669)	—	(39,669)
<b>At 31 Dec 2004</b>	<u>119,124</u>	<u>6,030</u>	<u>35,585</u>	<u>43,523</u>	<u>2,488</u>	<u>206,750</u>
<b>Depreciation</b>						
At 1 Jan 2004	7,146	5,224	25,176	27,552	1,200	66,298
Charge for the year	2,382	403	1,041	6,436	496	10,758
On disposals	—	—	—	(16,209)	—	(16,209)
<b>At 31 Dec 2004</b>	<u>9,528</u>	<u>5,627</u>	<u>26,217</u>	<u>17,779</u>	<u>1,696</u>	<u>60,847</u>
<b>Net book value</b>						
<b>At 31 Dec 2004</b>	<u>109,596</u>	<u>403</u>	<u>9,368</u>	<u>25,744</u>	<u>792</u>	<u>145,903</u>
At 31 Dec 2003	<u>111,978</u>	<u>806</u>	<u>10,409</u>	<u>37,703</u>	<u>1,288</u>	<u>162,184</u>

**Hire purchase agreements**

Included within the net book value of £145,903 is £10,000 (2003 - £23,698) relating to assets held under hire purchase agreements, and £14,350 (2003 - £Nil) relating to assets held under finance lease agreements. The depreciation charged in the year in respect of assets held under hire purchase agreements amounted to £2,500 (2003 - £5,924), and £3,587 (2003 - £Nil) in respect of assets held under finance lease agreements.

**8. Debtors**

	2004 £	2003 £
Trade debtors	48,804	54,257
Other debtors	2,601	2,457
	<u>51,405</u>	<u>56,714</u>

**Matchproud Limited****Notes to the Financial Statements****Year Ended 31 December 2004****9. Creditors: Amounts falling due within one year**

	2004	2003
	£	£
Bank loans and overdrafts	39,941	83,407
Trade creditors	79,504	66,410
Corporation tax	9,227	5,831
Other taxation and social security	4,569	9,197
Finance lease and hire purchase agreements	9,415	6,745
Other creditors	8,517	12,220
	<u>151,173</u>	<u>183,810</u>

Included within the above amount is £5,594 owed to the directors of the company Mr and Mrs J H Thomas. At no time during the year did Mr or Mrs J H Thomas owe any amounts to the company.

Of the above, aggregate secured liabilities amount to £50,324 (2003: £90,151).

**10. Creditors: Amounts falling due after more than one year**

	2004	2003
	£	£
Bank loans and overdrafts	61,563	71,320
Finance lease and hire purchase agreements	6,241	2,303
	<u>67,804</u>	<u>73,623</u>

Of the above, aggregate secured liabilities amount to £66,836 (2003: £73,623).

Included within creditors falling due after more than one year is an amount of £15,770 (2003 - £42,686) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

**11. Share capital****Authorised share capital:**

	2004	2003
	£	£
150,000 Ordinary shares of £1 each	<u>150,000</u>	<u>150,000</u>

**Allotted, called up and fully paid:**

	2004		2003	
	No	£	No	£
Ordinary shares of £1 each	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>

**Matchproud Limited****Notes to the Financial Statements****Year Ended 31 December 2004**

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**12. Profit and loss account**

	2004	2003
	£	£
Balance brought forward	4,211	100
Retained profit for the financial year	10,688	4,111
Balance carried forward	<u>14,899</u>	<u>4,211</u>

**13. Guarantees and other financial commitments**

Mr and Mrs J H Thomas, the directors of the company, have each given a personal guarantee of £10,000 to the bank.

**14. Controlling party**

The company is under the ultimate control of Mr and Mrs J H Thomas, who own the entire issued share capital.

# **Matchproud Limited**

## **Management Information**

**Year Ended 31 December 2004**

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**The following pages do not form part of the statutory financial statements.**

**Matchproud Limited****Accountants' Report to the Board of Directors on the  
Unaudited Financial Statements of Matchproud Limited****Year Ended 31 December 2004**

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In accordance with our terms of engagement, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and Loss Account, Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the company's board of directors, as a body, 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 board of 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 board of directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the Balance Sheet for the year ended 31 Dec 2004 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 1985. 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.

Chy Nyverow  
Newham Road  
Truro  
Cornwall  
TR1 2DP

...22/02/05



BISHOP FLEMING  
Chartered Accountants