

ScS Upholstery plc

Interim Accounts

31 December 2006

FRIDAY



AG5KIN4O

A43

16/02/2007

491

COMPANIES HOUSE

Statement of directors' responsibilities in respect of the interim accounts

Company law requires the Directors to prepare interim accounts when a public company wishes to make a distribution where the distribution would be found to contravene the relevant section if reference were made only to the Company's last annual accounts.

The interim accounts must have been properly prepared, or they must have been so prepared subject only to matters which are not material for determining, by reference to those mentioned in Section 270(2), whether the proposed distribution would contravene the relevant section.

In preparing these interim accounts, the Directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent; and
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the interim accounts 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.

Company profit and loss account

for the 3 months ended 31 December 2006

	<i>Period ended 31 December 2006 £'000</i>	<i>Year ended 30 September 2006 £'000</i>
Administrative expenses	(49)	(416)
Operating loss	(49)	(416)
Income from investments	4,100	8,400
Profit for the financial period	4,051	7,984

Statement of total recognised gains and losses

for the 3 months ended 31 December 2006

There are no recognised gains and losses other than the profit attributable to shareholders of the Company of £4,051,000 in the period ended 31 December 2006 and the profit of £7,984,000 in the year ended 30 September 2006.

Company balance sheet

at 31 December 2006

		31 December 2006	30 September 2006
	Notes	£'000	£'000
Fixed assets			
Investments	3	1,966	1,966
Current assets			
Debtors	4	5,991	1,981
Creditors: amounts falling due within one year	5	(137)	(163)
Net current assets		5,854	1,818
Net assets		7,820	3,784
Capital and reserves			
Called up share capital	6	341	340
Share premium account	7	3,054	2,971
Capital redemption reserve	7	195	195
Treasury shares	7	(1,271)	(1,172)
Profit and loss account	7	5,501	1,450
Equity shareholders' funds		7,820	3,784



D Knight
Director

14 February 2007

Notes to the financial statements

for the period ended 31 December 2006

1. Parent Company accounting policies

Basis of preparation

The interim accounts are prepared in accordance with section 272 of the Companies Act 1985 using accounting policies consistent with those set out in the Company's financial statements which are included within the Group's financial statements for the year ended 30 September 2006 which have been filed with the Registrar of Companies. The financial information for the year ended 30 September 2006 has been extracted from the Company's financial statements included with the Group financial statements.

2. Dividends Paid and Proposed

	<i>At 31 December 2006 £'000</i>	<i>At 30 September 2006 £'000</i>
<i>Declared and paid during the period:</i>		
Final dividend for 2005: 10.5 pence	-	3,579
Interim for 2006 : 7.0 pence	-	2,279
Dividends Paid	-	5,798

	<i>At 31 December and 30 September 2006 £'000</i>
<i>Proposed for approval by shareholders at the AGM:</i>	
Final dividend for 2006 : 12.0 pence	4,047

3. Investments

	<i>Subsidiary undertaking £'000</i>
Cost:	
At 1 October 2005, 30 September 2006 and 31 December 2006	1,966

The investment represents a holding of 100% of the equity share capital of A Share & Sons Limited, a company incorporated in England and Wales.

The subsidiary is engaged in the trade of specialist upholstered furniture retailing.

Notes to the financial statements

for the period ended 31 December 2006

4. Debtors

	<i>As at 31 December 2006 £'000</i>	<i>As at 30 September 2006 £'000</i>
Prepayments and accrued income	3	10
Amounts due from subsidiary undertaking	5,988	1,971
	<u>5,991</u>	<u>1,981</u>

5. Creditors: amounts falling due within one year

	<i>As at 31 December 2006 £'000</i>	<i>As at 30 September 2006 £'000</i>
Accruals	137	163
	<u>137</u>	<u>163</u>

6. Share capital

Authorised

	<i>As at 31 December 2006 £'000</i>	<i>As at 30 September 2006 £'000</i>
Ordinary shares of 1p each	600	600

Allotted, called up and fully paid

	<i>As at 31 December 2006 No</i>	<i>As at 30 September 2006 No</i>	<i>As at 31 December 2006 £'000</i>	<i>As at 30 September 2006 £'000</i>
Balance at beginning of period	34,040,157	33,571,950	340	336
Exercised under share option schemes	34,127	468,207	1	4
Balance at end of period	<u>34,074,284</u>	<u>34,040,157</u>	<u>341</u>	<u>340</u>

Notes to the financial statements

for the period ended 31 December 2006

7. Reconciliation of movements in shareholders funds

	<i>Share capital £'000</i>	<i>Share premium account £'000</i>	<i>Capital redemption reserve £'000</i>	<i>Treasury shares £'000</i>	<i>Profit and loss account £'000</i>	<i>Total £'000</i>
At 30 September 2005	336	1,920	195	(1,472)	(250)	729
Profit for the year	-	-	-	-	7,985	7,985
Dividends	-	-	-	-	(5,798)	(5,798)
Acquisition of Treasury shares	-	-	-	(187)	-	(187)
Employee share options exercised	4	1,051	-	-	-	1,055
Transfer re. treasury shares	-	-	-	487	(487)	-
At 30 September 2006	340	2,971	195	(1,172)	1,450	3,784
Profit for the year	-	-	-	-	4,051	4,051
Dividends	-	-	-	-	-	-
Acquisition of Treasury shares	-	-	-	(99)	-	(99)
Employee share options exercised	1	83	-	-	-	84
At 31 December 2006	341	3,054	195	(1,271)	5,501	7,820

Treasury shares represents the cost of shares in ScS Upholstery plc purchased in the market and held by employee benefit trusts ("the Trusts") for the benefit of the employees. Shares are held in trust until such time as they may be transferred to employees in accordance with the terms of the relevant employee share scheme, with the principal requirement being that the employee is still in employment with the Company or its subsidiary company after a three year period. Surplus shares may be held to satisfy future awards.