

Unbeadable Limited

Financial statements

For the period from 1 January 2005 to
31 January 2006

Grant Thornton 



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COMPANIES HOUSE 31/08/2006

Company No. 3682106

Officers and professional advisers

Company registration number

3682106

Registered office

Unit G3
Wyther Lane Industrial Estate
Wyther Green
Leeds
LS5 3AR

Directors

Mr A J L Buckley
Mr M J Hirschel
Mr I V Potter

Secretary

Mr I V Potter

Auditor

Grant Thornton UK LLP
Chartered Accountants
Registered Auditors
St Johns Centre
110 Albion Street
Leeds
LS2 8LA

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Report of the directors

The directors present their report and the financial statements of the company for the period from 1 January 2005 to 31 January 2006.

Principal activities and business review

The principal activity of the company throughout the period was that of jewellery design, manufacturing and marketing.

The trading results for the period and the company's financial position at the end of the period are as shown in the financial statements.

The directors and their interests in the shares of the company

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

		Ordinary shares of £1 each	
		At	At
		31 January 2006	1 January 2005 or later date of appointment
Ms A Van de Pol	(resigned 1 June 2006)	-	100
Mr A J L Buckley	(appointed 1 December 2005)	-	-
Mr N J Thompson	(appointed 1 December 2005, resigned 9 June 2006)	-	-

Mr M J Hirschel was appointed as a director on 6 June 2006 and Mr I V Potter was appointed as a director on 9 June 2006.

Mr A J L Buckley is a director of the ultimate parent undertaking and his interests in the shares of the ultimate parent undertaking are as disclosed in that company's accounts.

Directors' responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

United Kingdom 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
- prepare the financial statements on the 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, for safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

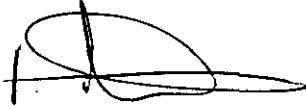
Auditor

Grant Thornton UK LLP were appointed as auditors in December 2005 to fill a casual vacancy. A resolution to re-appoint Grant Thornton UK LLP as auditor for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

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.

BY ORDER OF THE BOARD

A handwritten signature in black ink, appearing to be 'I V Potter', written over a horizontal line.

Mr I V Potter
Secretary
24 July 2006

Grant Thornton 

Report of the independent auditor to the members of Unbeadable Limited

We have audited the financial statements of Unbeadable Limited for the period from 1 January 2005 to 31 January 2006 which comprise the principal accounting policies, profit and loss account, balance sheet and notes 1 to 14. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's member, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's member those matters we are required to state to them in an auditor's 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 member as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

The directors' responsibilities for preparing the report of the directors and the financial statements in accordance with United Kingdom law and Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the statement of directors' responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the report of the directors is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the report of the directors and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

Report of the independent auditor to the members of Unbeadable Limited (continued)

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements:

give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 January 2006 and of its profit for the period then ended; and

have been properly prepared in accordance with the Companies Act 1985.

A handwritten signature in black ink, appearing to read 'Grant Thornton UK LLP', is written over the printed name of the firm.

GRANT THORNTON UK LLP
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS
LEEDS

30 August 2006

Principal accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention.

The principal accounting policies which, with the exceptions as highlighted under "Changes in accounting policies", have remained unchanged from the previous period, are set out below.

Changes in accounting policies

In preparing the financial statements for the current year, the company has adopted FRS 21 'Events after the Balance Sheet date (IAS 10)'.

The adoption of FRS 21 has resulted in a change in accounting policy in respect of proposed equity dividends. If the company declares dividends to the holders of equity instruments after the balance sheet date, the company does not recognise those dividends as a liability at the balance sheet date. The aggregate amount of equity dividends proposed before approval of the financial statements, which have not been shown as liabilities at the balance sheet date, are disclosed in the notes to the financial statements. Previously, proposed equity dividends were recorded as liabilities at the balance sheet date.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is small.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the period, exclusive of Value Added Tax.

Goodwill

Positive purchased goodwill is capitalised, classified as an asset on the Balance Sheet and amortised over its estimated useful life up to a maximum of 20 years. This length of time is presumed to be the maximum useful life of purchased goodwill because it is difficult to make projections beyond this period. Goodwill is reviewed for impairment as and when necessary if circumstances emerge that indicate that the carrying value may not be recoverable.

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 improvements	-	Straight line over period of the lease
Plant & machinery	-	25% 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.

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.

Foreign currencies

Transactions in foreign currencies are translated at the average exchange rate for the period. Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. Exchange rate differences are dealt with through the profit and loss account.

Profit and loss account

	Note	31 Jan 06 (13 months) £	31 Dec 04 (12 months) £
Turnover	1	2,382,236	1,924,603
Cost of sales		(1,018,544)	(818,453)
Gross profit		1,363,692	1,106,150
Administrative expenses		(631,059)	(620,560)
Operating profit	2	732,633	485,590
Interest receivable		12,880	233
Profit on ordinary activities before taxation		745,513	485,823
Tax on profit on ordinary activities	4	(227,000)	(119,389)
Retained profit for the financial period	12	518,513	366,434

All of the activities of the company are classed as continuing.

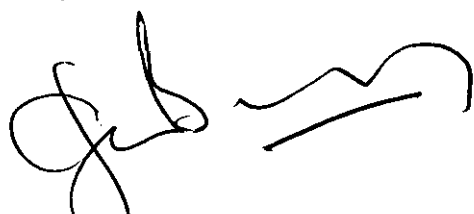
The company has no recognised gains or losses other than the results for the period as set out above.

Balance sheet

	Note	31 Jan 06 £	31 Dec 04 £
Fixed assets			
Intangible assets	6	1	1
Tangible assets	7	14,484	16,130
		<u>14,485</u>	<u>16,131</u>
Current assets			
Stocks		29,700	17,263
Debtors	8	982,438	192,722
Cash at bank and in hand		107,629	264,819
		<u>1,119,767</u>	<u>474,804</u>
Creditors: amounts falling due within one year	9	<u>(364,124)</u>	<u>(184,320)</u>
Net current assets		<u>755,643</u>	<u>290,484</u>
Total assets less current liabilities		<u>770,128</u>	<u>306,615</u>
Capital and reserves			
Called-up equity share capital	11	100	100
Profit and loss account	12	770,028	306,515
		<u>770,128</u>	<u>306,615</u>
Shareholder's funds	13	<u>770,128</u>	<u>306,615</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on 24 July 2006 and are signed on their behalf by:



Mr A J L Buckley
Director

Notes to the financial statements

1 Turnover

The turnover and profit before tax are attributable to the one principal activity of the company.

2 Operating profit

Operating profit is stated after charging:

	31 Jan 06 (13 months) £	31 Dec 04 (12 months) £
Depreciation of owned fixed assets	4,779	6,184
Loss on disposal of fixed assets	-	7,788
Auditors' remuneration	<u>4,000</u>	<u>-</u>

3 Directors

Remuneration in respect of directors was as follows:

	31 Jan 06 (13 months) £	31 Dec 04 (12 months) £
Emoluments including benefits in kind	<u>15,898</u>	<u>40,100</u>

4 Taxation on ordinary activities

(a) Analysis of charge in the year

	31 Jan 06 (13 months) £	31 Dec 04 (12 months) £
UK Corporation tax based on the results for the year at 30% (2005 - 30%)	227,000	119,961
Adjustment relating to prior periods	-	(572)
Tax on profit on ordinary activities	<u>227,000</u>	<u>119,389</u>

(b) Factors affecting current tax charge

	£	£
Profit on ordinary activities before taxation	<u>745,513</u>	<u>485,823</u>
Profit on ordinary activities multiplied by the standard rate of tax applying	223,654	145,747
Expenses not deductible for tax purposes	2,462	499
Depreciation in excess of capital allowances	(82)	1,427
Marginal relief	-	(27,713)
Adjustments to the tax charge in respect of previous periods	-	(572)
Roundings	966	1
Total current tax (note 4(a))	<u>227,000</u>	<u>119,389</u>

5 Dividends

Dividends on shares classed as equity

	2006 £	2005 £
Paid in the year:		
Dividends paid on ordinary shares	<u>55,000</u>	<u>89,023</u>

6 Intangible fixed assetsGoodwill
£

Cost

At 1 January 2005 and 31 January 2006

1

Amortisation

At 1 January 2005 and 31 January 2006

-

Net book value

At 31 January 2006

1

At 31 December 2004

1**7 Tangible fixed assets**Leasehold
improvements
£Plant &
machinery
£Total
£

Cost

At 1 January 2005

2,643

34,799

37,442

Additions

-

3,133

3,133

At 31 January 2006

2,64337,93240,575

Depreciation

At 1 January 2005

529

20,783

21,312

Charge for the period

492

4,287

4,779

At 31 January 2006

1,02125,07026,091

Net book value

At 31 January 2006

1,62212,86214,484

At 31 December 2004

2,11414,01616,130

8 Debtors

	31 Jan 06 £	31 Dec 04 £
Trade debtors	356,987	168,062
Amounts owed by group undertakings	600,000	-
Other debtors	2,826	-
Prepayments and accrued income	22,625	24,660
	<u>982,438</u>	<u>192,722</u>

9 Creditors: amounts falling due within one year

	31 Jan 06 £	31 Dec 04 £
Trade creditors	61,696	17,623
Corporation tax payable	227,000	119,961
Other taxation and social security	70,426	40,192
Accruals and deferred income	5,002	6,544
	<u>364,124</u>	<u>184,320</u>

10 Commitments under operating leases

At 31 January 2006 the company had annual commitments under non-cancellable operating leases as set out below.

	31 Jan 06		31 Dec 04	
	Land & buildings £	Other items £	Land & buildings £	Other items £
Operating leases which expire:				
Within 1 year	-	2,480	-	1,656
Within 2 to 5 years	36,138	2,481	33,127	1,700
	<u>36,138</u>	<u>4,961</u>	<u>33,127</u>	<u>3,356</u>

11 Share capital

Authorised share capital:

	31 Jan 06 £	31 Dec 04 £
100 Ordinary £1 shares of £1 each	<u>100</u>	<u>100</u>

Allotted, called up and fully paid:

	31 Jan 06 No	£	31 Dec 04 No	£
Ordinary £1 shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

12 Profit and loss account

	31 Jan 06 £	31 Dec 04 £
Balance brought forward	306,515	29,104
Profit for the financial period	518,513	366,434
Equity dividends paid	(55,000)	(89,023)
Balance carried forward	<u>770,028</u>	<u>306,515</u>

13 Reconciliation of movements in shareholder's funds

	31 Jan 06 £	31 Dec 04 £
Profit for the financial period	518,513	366,434
Equity dividends paid	(55,000)	(89,023)
Net addition to shareholder's funds	<u>463,513</u>	<u>277,411</u>
Opening shareholder's funds	306,615	29,204
Closing shareholder's funds	<u>770,128</u>	<u>306,615</u>

14 Ultimate parent undertaking and controlling related party

The company was under the control of Ms A Van de Pol who was the sole Director and Shareholder, until 1 December 2005, when the company was acquired by Buckley Jewellery Limited. From 1 December 2005 the company was under the control of Mr A J L Buckley who is the Chief Executive and majority shareholder of Buckley Jewellery Limited.

The directors consider that the ultimate parent undertaking is Buckley Jewellery Limited. Consolidated accounts incorporating the results of Unbeadable Limited may be obtained from Unit G3, Wyther Lane Industrial Estate, Wyther Green, Leeds LS5 3AR.