

- 7 JUL 2007

**Report of the Directors and**  
**Unaudited Financial Statements**  
**for the Year Ended 31st May 2007**  
**for**  
**TILE NORTH EAST LIMITED**

SATURDAY



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**TILE NORTH EAST LIMITED**

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**for the Year Ended 31st May 2007**

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**TILE NORTH EAST LIMITED**

**Company Information**  
**for the Year Ended 31st May 2007**

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**DIRECTORS:** Michael Freedman  
Henry Cairns  
Donald Oswald Gibbling

**SECRETARY:** Michael Freedman

**REGISTERED OFFICE:** Unit 3  
Hubbway Business Centre  
Cramlington  
Northumberland  
NE23 8AD

**REGISTERED NUMBER:** 5137180 (England and Wales)

**ACCOUNTANTS:** Moore Bennett Limited  
299a Whitley Road  
Whitley Bay  
Tyne and Wear  
NE26 2SN

# **TILE NORTH EAST LIMITED**

## **Report of the Directors** **for the Year Ended 31st May 2007**

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The directors present their report with the financial statements of the company for the year ended 31st May 2007

### **PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of tile distributors

### **DIRECTORS**

The directors during the year under review were

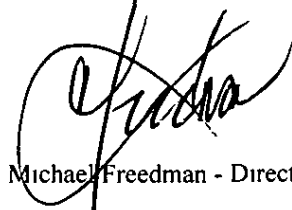
Michael Freedman  
Henry Cairns  
Donald Oswald Gibbling

The beneficial interests of the directors holding office on 31st May 2007 in the issued share capital of the company were as follows

	31/5/07	1/6/06
<b>Ordinary £1 shares</b>		
Michael Freedman	500	500
Henry Cairns	500	500
Donald Oswald Gibbling	500	500

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

### **ON BEHALF OF THE BOARD.**



Michael Freedman - Director

26th July 2007

**TILE NORTH EAST LIMITED****Profit and Loss Account  
for the Year Ended 31st May 2007**

	Notes	31/5/07 £	31/5/06 £
<b>TURNOVER</b>		<b>784,401</b>	569,202
Cost of sales		<u>477,875</u>	<u>331,302</u>
<b>GROSS PROFIT</b>		<b>306,526</b>	237,900
Administrative expenses		<u>130,546</u>	<u>81,474</u>
<b>OPERATING PROFIT</b>	2	<b>175,980</b>	156,426
Interest receivable and similar income		<u>3,077</u>	<u>1,792</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>179,057</b>	158,218
Tax on profit on ordinary activities	3	<u>32,551</u>	<u>29,230</u>
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		<b><u>146,506</u></b>	<b><u>128,988</u></b>

The notes form part of these financial statements

**TILE NORTH EAST LIMITED****Balance Sheet****31st May 2007**

		31/5/07		31/5/06	
	Notes	£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	5		150,000		150,000
Tangible assets	6		50,474		32,395
			<u>200,474</u>		<u>182,395</u>
<b>CURRENT ASSETS</b>					
Stocks	7	81,788		88,807	
Debtors	8	96,726		67,091	
Cash at bank and in hand		123,275		152,653	
		<u>301,789</u>		<u>308,551</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	9	145,947		131,688	
<b>NET CURRENT ASSETS</b>			<u>155,842</u>		<u>176,863</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>356,316</u>		<u>359,258</u>
<b>CREDITORS</b>					
Amounts falling due after more than one year	10		229,500		304,500
<b>NET ASSETS</b>			<u>126,816</u>		<u>54,758</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	11		1,500		1,500
Profit and loss account	12		125,316		53,258
<b>SHAREHOLDERS' FUNDS</b>			<u>126,816</u>		<u>54,758</u>

The notes form part of these financial statements

**TILE NORTH EAST LIMITED**

**Balance Sheet - continued**  
**31st May 2007**

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The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31st May 2007

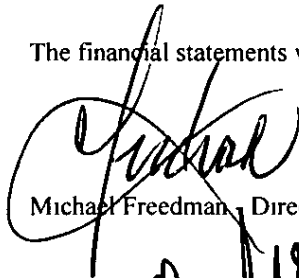
The members have not required the company to obtain an audit of its financial statements for the year ended 31st May 2007 in accordance with Section 249B(2) of the Companies Act 1985

The directors acknowledge their responsibilities for

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2005)


The financial statements were approved by the Board of Directors on 26th July 2007 and were signed on its behalf by



Michael Freedman - Director



Henry Cairns - Director



Donald Oswald Gibbling - Director

The notes form part of these financial statements

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## **TILE NORTH EAST LIMITED**

### **Notes to the Financial Statements** **for the Year Ended 31st May 2007**

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#### **1 ACCOUNTING POLICIES**

##### **Basis of preparing the financial statements**

The financial statements have been prepared under the historical cost convention

##### **Accounting convention**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

##### **Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax

##### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Improvements to property	- not provided
Plant and machinery	- 20% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Commercial vehicles	- 25% on 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

#### **2 OPERATING PROFIT**

The operating profit is stated after charging

	31/5/07	31/5/06
	£	£
Depreciation - owned assets	<u>13,581</u>	<u>7,694</u>
Directors' emoluments	<u>10,486</u>	<u>10,400</u>

#### **3 TAXATION**

##### **Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the year was as follows

	31/5/07	31/5/06
	£	£
Current tax		
UK corporation tax	<u>32,551</u>	<u>29,230</u>
Tax on profit on ordinary activities	<u>32,551</u>	<u>29,230</u>

UK corporation tax has been charged at 19% (2006 - 19%)



**TILE NORTH EAST LIMITED****Notes to the Financial Statements - continued  
for the Year Ended 31st May 2007****4 DIVIDENDS**

	31/5/07 £	31/5/06 £
Ordinary shares of £1 each		
Final	45,000	36,000
Interim	29,448	23,768
	<u>74,448</u>	<u>59,768</u>

**5 INTANGIBLE FIXED ASSETS**

	Goodwill £
<b>COST</b>	
At 1st June 2006 and 31st May 2007	150,000
<b>NET BOOK VALUE</b>	
At 31st May 2007	<u>150,000</u>
At 31st May 2006	<u>150,000</u>

**6 TANGIBLE FIXED ASSETS**

	Improvements to property £	Plant and machinery £	Fixtures and fittings £	Commercial vehicles £	Totals £
<b>COST</b>					
At 1st June 2006	5,905	14,793	2,523	22,685	45,906
Additions	-	2,311	1,489	27,860	31,660
At 31st May 2007	<u>5,905</u>	<u>17,104</u>	<u>4,012</u>	<u>50,545</u>	<u>77,566</u>
<b>DEPRECIATION</b>					
At 1st June 2006	-	4,936	526	8,049	13,511
Charge for year	-	2,434	523	10,624	13,581
At 31st May 2007	<u>-</u>	<u>7,370</u>	<u>1,049</u>	<u>18,673</u>	<u>27,092</u>
<b>NET BOOK VALUE</b>					
At 31st May 2007	<u>5,905</u>	<u>9,734</u>	<u>2,963</u>	<u>31,872</u>	<u>50,474</u>
At 31st May 2006	<u>5,905</u>	<u>9,857</u>	<u>1,997</u>	<u>14,636</u>	<u>32,395</u>

**7 STOCKS**

	31/5/07 £	31/5/06 £
Stocks	<u>81,788</u>	<u>88,807</u>

**TILE NORTH EAST LIMITED**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31st May 2007**

**8 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31/5/07	31/5/06
	£	£
Trade debtors	95,309	65,674
Prepayments	1,417	1,417
	<u>96,726</u>	<u>67,091</u>

**9 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31/5/07	31/5/06
	£	£
Trade creditors	82,654	77,044
Corporation tax	32,551	29,230
Social security and other taxes	1,271	629
VAT	27,621	23,035
Accrued expenses	1,850	1,750
	<u>145,947</u>	<u>131,688</u>

**10 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31/5/07	31/5/06
	£	£
Directors loan accounts	<u>229,500</u>	<u>304,500</u>

**11 CALLED UP SHARE CAPITAL**

Authorised Number	Class	Nominal value	31/5/07	31/5/06
		£1	£	£
5,000	Ordinary		<u>5,000</u>	<u>5,000</u>

Allotted, issued and fully paid Number	Class	Nominal value	31/5/07	31/5/06
		£1	£	£
1,500	Ordinary		<u>1,500</u>	<u>1,500</u>

**12 RESERVES**

	Profit and loss account £
At 1st June 2006	53,258
Profit for the year	146,506
Dividends	<u>(74,448)</u>
At 31st May 2007	<u>125,316</u>

**TILE NORTH EAST LIMITED**

**Report of the Accountants to the Directors of**  
**TILE NORTH EAST LIMITED**

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As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31st May 2007 set out on pages three to eight and you consider that the company is exempt from an audit

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us

*John Bennett Ltd*  
Moore Bennett Limited  
299a Whitley Road  
Whitley Bay  
Tyne and Wear  
NE26 2SN

26th July 2007