



COMPANY REGISTRATION NUMBER 1016110

HATTERSLEY (NARROW FABRICS) LIMITED

ABBREVIATED ACCOUNTS

30 JUNE 2006



HATTERSLEY (NARROW FABRICS) LIMITED

Abbreviated accounts

Year ended 30 June 2006

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HATTERSLEY (NARROW FABRICS) LIMITED

Independent auditor's report to the company

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 6, together with the financial statements of the company for the year ended 30 June 2006 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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 for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors and the auditor

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act, and the abbreviated accounts on pages 2 to 6 are properly prepared in accordance with those provisions.

Keith Bridgford & Co

17 The Grove
Ilkley
West Yorkshire
LS29 9LW

KEITH BRIDGFORD & CO
Chartered Accountants
& Registered Auditor

10 November 2006

HATTERSLEY (NARROW FABRICS) LIMITED

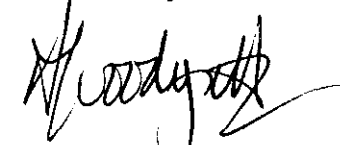
Abbreviated balance sheet

30 June 2006

	Note	£	2006 £	£	2005 £
Fixed assets	1				
Tangible assets			136,007		157,987
Current assets					
Stocks		294,529		297,359	
Debtors		468,360		432,330	
Cash at bank and in hand		180,432		97,180	
		943,321		826,869	
Creditors: Amounts falling due within one year		(224,334)		(188,152)	
Net current assets			718,987		638,717
Total assets less current liabilities			854,994		796,704
Capital and reserves					
Called-up equity share capital	3		33,000		33,000
Share premium account			169,500		169,500
Profit and loss account			652,494		594,204
Shareholders' funds			854,994		796,704

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

These abbreviated accounts were approved by the directors on 10 November 2006 and are signed on their behalf by:



A J Woodyatt
Director

The accounting policies and notes on pages 3 to 6 form part of these abbreviated accounts.

HATTERSLEY (NARROW FABRICS) LIMITED

Accounting policies

Year ended 30 June 2006

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 January 2005).

Changes in accounting policies

In preparing the financial statements for the current year, the company has adopted the following Financial Reporting Standards:

Financial Reporting Standard for Smaller Entities (effective January 2005)

The Financial Reporting Standard for Smaller Entities 2005 adopts the approach to accounting for dividend on equity shares where dividends are debited to profit and loss reserves rather than the profit and loss for the year.

Turnover

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

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

Fixed assets

All fixed assets are initially recorded at cost.

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 buildings	- fifty years
Plant, machinery and motor vehicles	- four to seven years

No depreciation is charged on freehold land.

Stocks

Stocks are stated at the lower of cost, including labour and overheads where appropriate, and net realisable value.

Work in progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

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.

HATTERSLEY (NARROW FABRICS) LIMITED

Accounting policies *(continued)*

Year ended 30 June 2006

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

HATTERSLEY (NARROW FABRICS) LIMITED

Notes to the abbreviated accounts

Year ended 30 June 2006

1. Fixed assets

	Tangible Assets £
Cost	
At 1 July 2005	1,432,684
Additions	2,946
Disposals	(75,500)
At 30 June 2006	1,360,130
Depreciation	
At 1 July 2005	1,274,697
Charge for year	24,925
On disposals	(75,499)
At 30 June 2006	1,224,123
Net book value	
At 30 June 2006	136,007
At 30 June 2005	157,987

The cost of freehold land and buildings includes £25,000 (2005 - £25,000) of non-depreciable assets.

2. Related party transactions

A Joint is a director of Aladdin Sales and Marketing Limited and, in the normal course and under normal terms of business, goods were sold to the company amounting to £158,112 (2005 - £246,018) during the year ended 30 June 2006.

S C Chapman was a partner in Robertshaw & Myers, Chartered Accountants until 31 March 2005 and an employee since that date and consultancy fees of £30,015 (2005 - £37,950) were paid for services provided by this firm during the year ended 30 June 2006.

3. Share capital

Authorised share capital:

	2006 £	2005 £
35,000 Ordinary shares of £1 each	<u>35,000</u>	<u>35,000</u>

Allotted, called up and fully paid:

	2006 No	£	2005 No	£
Ordinary shares of £1 each	<u>33,000</u>	<u>33,000</u>	<u>33,000</u>	<u>33,000</u>

HATTERSLEY (NARROW FABRICS) LIMITED

Notes to the abbreviated accounts

Year ended 30 June 2006

4. Ultimate parent company

The ultimate parent undertaking is George Hattersley (1985) Limited, a company registered in England and Wales. The financial statements of George Hattersley (1985) Limited are available to the public and may be obtained from Companies House, Crown Way, Cardiff, CF14 3UZ. There is no single controlling party.