

Registration number 885485

John Sinclair (Sheffield) Limited

Directors' Report and Consolidated Financial Statements
for the Year Ended 30 June 2009



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John Sinclair (Sheffield) Limited

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John Sinclair (Sheffield) Limited
Company Information

Directors	C J Sinclair J M Sinclair J C L Sparre
Secretary	R E Dodd
Registered office	266 Glossop Road Sheffield S10 2HS
Bank	Barclays Bank plc Ten Pound Walk Doncaster South Yorkshire DN4 5HX
Auditors	Hawsons Chartered Accountants, Statutory Auditor Pegasus House 463a Glossop Road Sheffield S10 2QD

John Sinclair (Sheffield) Limited

Directors' Report for the Year Ended 30 June 2009

The directors present their report and the audited consolidated financial statements for the year ended 30 June 2009

Directors' responsibilities

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice (UK GAAP)

Directors are required by company law to prepare financial statements which give a true and fair view of the state of affairs of the company and group at the end of the financial year and of the profit or loss of the company and group for the period ending on that date. In preparing those financial statements, directors are required to

- select suitable accounting policies and apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the group will continue in business

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and group and enable them to ensure the financial statements comply with the Companies Act 2006. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and group and to prevent and detect fraud and other irregularities

Principal activities and business review

The principal activity of the parent company, John Sinclair (Sheffield) Limited continues to be that of merchanting china, glassware and kitchenware, accessories and jewellery, including antiques and exclusive branded products

Other companies in the group continue to be engaged in the merchanting of high quality china and glass products and property development and investment (through Neaversons Limited) and also in deriving income and gains from property (through Aveley Limited)

Development and performance of the business

	2009	2008
Turnover	£7,435,497	£5,930,195
Turnover growth	25%	(11)%
Gross profit margin	25%	33%
Profit before tax	£247,988	£205,054

Position of the business

At the balance sheet date, the net assets of the group totalled £5,747,145

Principal risks and uncertainties

The company relies on its long standing relationships with key manufacturers and suppliers, its levels of service and the appeal of its presentation and store location for its survival and success. This inevitably exposes the business to some risk

John Sinclair (Sheffield) Limited
Directors' Report for the Year Ended 30 June 2009

continued

Financial risk

Price risk, credit risk, liquidity risk and cash flow risk

The business' activities expose it primarily to the financial risk of changes in foreign currency exchange rates and fluctuations in interest rates

The business' principal financial instruments comprise bank balances, trade debtors, trade creditors and loans to the business. The main purpose of these instruments is to finance the business' operations

In respect of bank balances, the liquidity risk is managed by maintaining a balance between the continuity of funding and flexibility through the use of overdrafts at floating rates of interest. All of the business' cash balances are held in such a way that achieves a competitive rate of interest. The business makes use of money market facilities where funds are available.

Trade debtors are managed in respect of credit and cash flow risk by policies concerning the credit offered to customers and the regular monitoring of amounts outstanding for both time and credit limits. The amounts presented in the balance sheet are net of allowances for doubtful debtors.

Trade creditors' liquidity risk is managed by ensuring sufficient funds are available to meet amounts due.

Loans comprise loans from financial institutions. The interest rate and monthly repayments on the loans from financial institutions are fixed. The business manages the liquidity risk by ensuring that there are sufficient funds to meet the payments.

Directors

The directors who held office during the year were as follows:

- C J Sinclair
- J M Sinclair
- J C L Sparre

Results and dividend

The results for the group are set out in the financial statements.

The directors do not recommend the payment of a dividend.

Statement of disclosure of information to auditors

The directors of the company who held office at the date of approval of this Annual Report as set out above each confirm that:

- so far as they are aware, there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware, and
- they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

John Sinclair (Sheffield) Limited
Directors' Report for the Year Ended 30 June 2009

continued

Auditors

The auditors, Hawsons, have signified their willingness to remain in office and are deemed to reappointed under section 487(2) of the Companies Act 2006

Approved by the Board on 10th MARCH 2010 and signed on its behalf by



R E Dodd
Company Secretary

Independent Auditors' Report to the Members of John Sinclair (Sheffield) Limited

We have audited the financial statements of John Sinclair (Sheffield) Limited for the year ended 30 June 2009 which comprise the Group Profit and Loss Account, the Group and Parent Company Balance Sheets, the Group Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and the parent company's affairs as at 30 June 2009 and of the group's profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

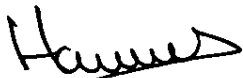
**Independent Auditors' Report to the Members of
John Sinclair (Sheffield) Limited**

continued

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit



Christopher Hill (Senior Statutory Auditor)

for and on behalf of Hawsons Chartered
Accountants, Statutory Auditor

Pegasus House
463a Glossop Road
Sheffield
S10 2QD

16 March 2010

John Sinclair (Sheffield) Limited
Consolidated Profit and Loss Account for the Year Ended 30 June 2009

	Note	2009 £	2008 £
Turnover	2	7,435,497	5,930,195
Cost of sales		<u>(5,579,282)</u>	<u>(3,998,938)</u>
Gross profit		1,856,215	1,931,257
Distribution costs		(10,845)	(16,687)
Administrative expenses		(1,713,959)	(1,970,345)
Other operating income	3	<u>195,375</u>	<u>192,188</u>
Operating profit	4	326,786	136,413
Profit on sale of current asset investments	5	-	89,697
Other exceptional item	5	(54,729)	-
Other interest receivable and similar income		4,998	8,207
Interest payable and similar charges	8	<u>(29,067)</u>	<u>(29,263)</u>
Profit on ordinary activities before taxation		247,988	205,054
Tax on profit on ordinary activities	9	<u>(58,647)</u>	<u>(53,023)</u>
Profit for the financial year	22	<u><u>189,341</u></u>	<u><u>152,031</u></u>

Turnover and operating profit derive wholly from continuing operations

The group has no recognised gains or losses for the year other than the results above

The profit on ordinary activities before taxation has been calculated on the historical cost basis

The notes on pages 11 to 29 form an integral part of these financial statements

John Sinclair (Sheffield) Limited
Registration Number: 885485

Consolidated Balance Sheet as at 30 June 2009

		2009		2008	
	Note	£	£	£	£
Fixed assets					
Intangible assets	11	-	-	-	-
Tangible assets	12	6,786,727	6,786,727	5,532,381	5,532,381
Current assets					
Stocks	14	772,958	789,209		
Debtors	15	779,190	443,740		
Cash at bank and in hand		89,926	459,969		
		<u>1,642,074</u>	<u>1,692,918</u>		
Creditors: Amounts falling due within one year	16	<u>(1,560,345)</u>	<u>(1,285,532)</u>		
Net current assets		<u>81,729</u>		<u>407,386</u>	
Total assets less current liabilities		<u>6,868,456</u>		<u>5,939,767</u>	
Creditors: Amounts falling due after more than one year	17	(1,107,762)		(355,733)	
Provisions for liabilities	19	<u>(13,549)</u>		<u>(12,502)</u>	
Net assets		<u>5,747,145</u>		<u>5,571,532</u>	
Capital and reserves					
Called up share capital	21	320,000		320,000	
Profit and loss reserve	22	5,427,145		5,251,532	
Shareholders' funds	23	<u>5,747,145</u>		<u>5,571,532</u>	

These financial statements were approved and authorised for issue by the Board on and signed on its behalf by

10/3/2010



C J Sinclair
Director

The notes on pages 11 to 29 form an integral part of these financial statements

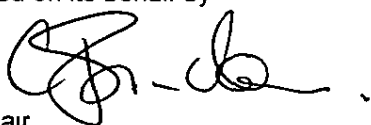
John Sinclair (Sheffield) Limited
Registration Number: 885485

Balance Sheet as at 30 June 2009

		2009		2008	
	Note	£	£	£	£
Fixed assets					
Intangible assets	11	-	-	-	-
Tangible assets	12	1,775,990		1,834,733	
Investments	13	230,456		230,456	
		<u>2,006,446</u>		<u>2,065,189</u>	
Current assets					
Stocks	14	772,958	789,209		
Debtors	15	3,259,375	2,676,552		
Cash at bank and in hand		82,598	458,503		
		<u>4,114,931</u>	<u>3,924,264</u>		
Creditors: Amounts falling due within one year	16	<u>(1,274,159)</u>	<u>(1,073,071)</u>		
Net current assets		<u>2,840,772</u>		<u>2,851,193</u>	
Total assets less current liabilities		<u>4,847,218</u>		<u>4,916,382</u>	
Creditors: Amounts falling due after more than one year	17	<u>(249,907)</u>		<u>(355,733)</u>	
Net assets		<u>4,597,311</u>		<u>4,560,649</u>	
Capital and reserves					
Called up share capital	21	320,000	320,000		
Profit and loss reserve	22	4,277,311	4,240,649		
Shareholders' funds	23	<u>4,597,311</u>	<u>4,560,649</u>		

These financial statements were approved and authorised for issue by the Board on 10TH MARCH 2010 and signed on its behalf by

C J Sinclair
Director



John Sinclair (Sheffield) Limited
Consolidated Cash Flow Statement for the Year Ended 30 June 2009

		2009	2008
	Note	£	£
Net cash flow from operating activities	25	433,261	795,136
Returns on investment and servicing of finance	25	(24,069)	(21,056)
Taxation	25	(44,488)	(22,790)
Capital expenditure and financial investment	25	(1,336,835)	(288,301)
Equity dividends paid		<u>(13,728)</u>	<u>(27,446)</u>
Cash (outflow)/inflow before management of liquid resources and financing		(985,859)	435,543
Financing	25	<u>737,894</u>	<u>(76,393)</u>
(Decrease)/increase in cash		<u><u>(247,965)</u></u>	<u><u>359,150</u></u>

Reconciliation of net cash flow to movement in net debt

		2009	2008
	Note	£	£
(Decrease)/increase in cash in the year	26	(247,965)	359,150
Cash (inflow)/outflow from (increase)/decrease in debt and lease financing		<u>(737,894)</u>	<u>76,393</u>
Change in net funds resulting from cash flows		(985,859)	435,543
Net debt at the start of the year	26	<u>(96,975)</u>	<u>(532,518)</u>
Net debt at the end of the year	26	<u><u>(1,082,834)</u></u>	<u><u>(96,975)</u></u>

The notes on pages 11 to 29 form an integral part of these financial statements

John Sinclair (Sheffield) Limited

Notes to the Financial Statements for the Year Ended 30 June 2009

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards

Consolidation

The consolidated financial statements include the results of John Sinclair (Sheffield) Limited and its subsidiary undertakings for the year ended 30 June 2009 using the acquisition method of accounting. The results of the subsidiary undertakings are included from the date of acquisition.

Under section 408 of the Companies Act 2006 the company is exempt from the requirement to present its own profit and loss account. Its profit for the financial year was £50,390 (2008 - £19,740).

Turnover

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of goods and services to customers.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Land and buildings	Straight line over 50 years
Leasehold properties	Straight line over the life of the lease
Plant and machinery	20% and 33 33% straight line
Fixtures, fittings and equipment	20% straight line
Motor vehicles	25% straight line

Goodwill

Goodwill is the difference between the fair value of consideration paid for an acquired entity and the aggregate of the fair value of that entity's identifiable assets and liabilities.

Investment properties

Certain of the group's properties are held for long-term investment. Investment properties are accounted for in accordance with SSAP 19, as follows:

(i) No depreciation is provided in respect of investment properties and they are revalued annually. The surplus or deficit on revaluation is transferred to the revaluation reserve unless a deficit below original cost, or its reversal, on an individual investment property is expected to be permanent, in which case it is recognised in the profit and loss account for the year, and

(ii) no depreciation is provided in respect of leasehold properties where the lease has over 20 years to run.

This treatment as regards the group's investment properties may be a departure from the requirements of the Companies Act concerning the depreciation of fixed assets. However, these properties are not held for consumption but for investment and the directors consider that systematic annual depreciation would be inappropriate. The accounting policy adopted is therefore necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount which might otherwise have been shown cannot be separately identified or quantified.

John Sinclair (Sheffield) Limited

Notes to the Financial Statements for the Year Ended 30 June 2009

continued

Investments

Fixed asset investments are stated at cost less provision for permanent diminution in value

Stock

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

Deferred taxation

Deferred tax is provided in full on timing differences which represent a liability at the balance sheet date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income or expenditure in tax computations in periods different from those in which they are included in the financial statements. Deferred tax assets and liabilities are not discounted.

Foreign currencies

Profit and loss account transactions in foreign currencies are translated into sterling at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the closing rates at the balance sheet date and the exchange differences are included in the profit and loss account.

Operating leases

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

Pensions

The group operates a defined contribution pension scheme. Contributions are charged in the profit and loss account as they become payable in accordance with the rules of the scheme.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, either as financial assets, financial liabilities or equity instruments, as defined in FRS 25, Financial Instruments: Disclosure and Presentation. An equity instrument is any contract that evidences a residual interest in the assets of the group after deducting all of its liabilities.

2 Turnover

An analysis of turnover by geographical market is given below

	2009 £	2008 £
Sales - UK	3,692,297	3,954,484
Sales - Europe	3,743,200	1,975,711
	<u>7,435,497</u>	<u>5,930,195</u>

John Sinclair (Sheffield) Limited

Notes to the Financial Statements for the Year Ended 30 June 2009

continued

3 Other operating income

	2009 £	2008 £
Rent receivable	179,423	177,090
Ground rent receivable	15,128	14,274
Supplier contributions released	824	824
	<u>195,375</u>	<u>192,188</u>

4 Operating profit

Operating profit is stated after charging/(crediting)

	2009 £	2008 £
The audit of the company's annual accounts	10,080	10,000
Auditors remuneration - other services	2,770	3,750
Auditors remuneration - tax advisory services	3,700	3,395
Foreign currency losses	6,118	28,909
Profit/(loss) on disposal of tangible fixed assets	(6,792)	364
Operating leases - property rentals	110,000	133,300
Depreciation of owned assets	<u>89,281</u>	<u>114,358</u>

5 Exceptional items

	2009 £	2008 £
Exceptional profit on sale of current asset investments	-	(89,697)
Other exceptional item	<u>54,729</u>	<u>-</u>

The other exceptional item is in respect of late development costs arising on current asset investments which were disposed of in previous periods

John Sinclair (Sheffield) Limited

Notes to the Financial Statements for the Year Ended 30 June 2009

continued

6 Particulars of employees

The average number of persons employed by the group (including directors) during the year, analysed by category, was as follows

	2009 No.	2008 No.
Retail and office staff	69	83
Management	3	3
	<u>72</u>	<u>86</u>

The aggregate payroll costs of these persons were as follows

	2009 £	2008 £
Wages and salaries	792,097	944,871
Social security costs	57,455	71,093
Other pension costs	16,253	16,838
	<u>865,805</u>	<u>1,032,802</u>

7 Directors' remuneration

The directors' remuneration for the year are as follows

	2009 £	2008 £
Directors' remuneration (including benefits in kind)	76,930	75,631
Directors' money purchase schemes	5,600	5,600
	<u>82,530</u>	<u>81,231</u>

During the year the number of directors who were accruing benefits under company pension schemes was as follows

	2009 No.	2008 No.
Money purchase	<u>2</u>	<u>2</u>

8 Interest payable and similar charges

	2009 £	2008 £
On bank loans and overdrafts	<u>29,067</u>	<u>29,263</u>

John Sinclair (Sheffield) Limited

Notes to the Financial Statements for the Year Ended 30 June 2009

continued

9 Taxation

Analysis of current period tax charge

	2009 £	2008 £
Current tax		
Corporation tax charge	68,894	44,700
(Over)/under provision in previous year	(11,294)	5,483
UK Corporation tax	<u>57,600</u>	<u>50,183</u>
Deferred tax		
Origination and reversal of timing differences	<u>1,047</u>	<u>2,840</u>
Total tax on profit on ordinary activities	<u>58,647</u>	<u>53,023</u>

Factors affecting current period tax charge

The tax assessed on the profit on ordinary activities for the year is lower than (2008 - lower than) the standard rate of corporation tax in the UK of 28.00% (2008 - 28.00%)

The differences are reconciled below

	2009 £	2008 £
Profit on ordinary activities before taxation	<u>247,988</u>	<u>205,054</u>
Standard rate corporation tax charge	69,437	57,415
Expenses not deductible for tax purposes	15,817	3,004
Non-taxable income	(1,001)	-
Accelerated capital allowances	1,670	8,976
Prior year adjustment	(11,294)	5,483
Marginal relief	(6,184)	-
Chargeable gain difference	233	(4,717)
Effect of change in tax rate	(11,078)	(19,978)
Total current tax for the year	<u>57,600</u>	<u>50,183</u>

10 Dividends

	Group		Company	
	2009 £	2008 £	2009 £	2008 £
Paid	<u>13,728</u>	<u>27,446</u>	<u>13,728</u>	<u>27,446</u>

John Sinclair (Sheffield) Limited
Notes to the Financial Statements for the Year Ended 30 June 2009

continued

11 Intangible fixed assets

Group

	Goodwill £
Cost	
As at 1 July 2008 and 30 June 2009	<u>107,174</u>
Amortisation	
As at 1 July 2008 and 30 June 2009	<u>107,174</u>
Net book value	
As at 30 June 2009	<u>-</u>
As at 30 June 2008	<u>-</u>

Company

	Goodwill £
Cost	
As at 1 July 2008 and 30 June 2009	<u>10,231</u>
Amortisation	
As at 1 July 2008 and 30 June 2009	<u>10,231</u>
Net book value	
As at 30 June 2009	<u>-</u>
As at 30 June 2008	<u>-</u>

John Sinclair (Sheffield) Limited

Notes to the Financial Statements for the Year Ended 30 June 2009

12 Tangible fixed assets

Group

	Land and buildings £	Freehold investment properties £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Assets under construction £	Total £
Cost							
As at 1 July 2008	1,979,492	2,705,747	165,492	644,668	38,670	989,860	6,523,929
Additions	2,399	16,530	10,589	4,480	15,370	1,305,511	1,354,879
Disposals	-	(7,146)	(9,815)	(60,774)	(13,493)	-	(91,228)
As at 30 June 2009	<u>1,981,891</u>	<u>2,715,131</u>	<u>166,266</u>	<u>588,374</u>	<u>40,547</u>	<u>2,295,371</u>	<u>7,787,580</u>
Depreciation							
As at 1 July 2008	319,774	-	107,440	543,086	21,248	-	991,548
Eliminated on disposals	-	-	(5,964)	(60,519)	(13,493)	-	(79,976)
Charge for the year	14,336	-	27,556	39,174	8,215	-	89,281
As at 30 June 2009	<u>334,110</u>	<u>-</u>	<u>129,032</u>	<u>521,741</u>	<u>15,970</u>	<u>-</u>	<u>1,000,853</u>
Net book value							
As at 30 June 2009	<u>1,647,781</u>	<u>2,715,131</u>	<u>37,234</u>	<u>66,633</u>	<u>24,577</u>	<u>2,295,371</u>	<u>6,786,727</u>
As at 30 June 2008	<u>1,659,718</u>	<u>2,705,747</u>	<u>58,052</u>	<u>101,582</u>	<u>17,422</u>	<u>989,860</u>	<u>5,532,381</u>

John Sinclair (Sheffield) Limited

Notes to the Financial Statements for the Year Ended 30 June 2009

continued

Land and buildings

The net book value of land and buildings includes

	Land and buildings		Investment properties	
	2009	2008	2009	2008
	£	£	£	£
Freehold	1,647,158	1,658,171	2,715,131	2,705,747
Short leasehold	623	1,547	-	-
	<u>1,647,781</u>	<u>1,659,718</u>	<u>2,715,131</u>	<u>2,705,747</u>

Investment properties are valued by directors at the open market value

John Sinclair (Sheffield) Limited

Notes to the Financial Statements for the Year Ended 30 June 2009

continued

Company

	Land and buildings £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Total £
Cost					
As at 1 July 2008	1,979,492	162,867	644,668	38,670	2,825,697
Additions	2,399	10,325	4,480	15,370	32,574
Disposals	-	(7,907)	(60,774)	(13,493)	(82,174)
As at 30 June 2009	<u>1,981,891</u>	<u>165,285</u>	<u>588,374</u>	<u>40,547</u>	<u>2,776,097</u>
Depreciation					
As at 1 July 2008	319,774	106,856	543,086	21,248	990,964
Eliminated on disposals	-	(5,593)	(60,519)	(13,493)	(79,605)
Charge for the year	14,336	27,023	39,174	8,215	88,748
As at 30 June 2009	<u>334,110</u>	<u>128,286</u>	<u>521,741</u>	<u>15,970</u>	<u>1,000,107</u>
Net book value					
As at 30 June 2009	<u>1,647,781</u>	<u>36,999</u>	<u>66,633</u>	<u>24,577</u>	<u>1,775,990</u>
As at 30 June 2008	<u>1,659,718</u>	<u>56,011</u>	<u>101,582</u>	<u>17,422</u>	<u>1,834,733</u>

John Sinclair (Sheffield) Limited

Notes to the Financial Statements for the Year Ended 30 June 2009

continued

Land and buildings

The net book value of land and buildings includes

	Land and buildings	
	2009	2008
	£	£
Freehold	1,647,158	1,658,171
Short leasehold	623	1,547
	<u>1,647,781</u>	<u>1,659,718</u>

John Sinclair (Sheffield) Limited
Notes to the Financial Statements for the Year Ended 30 June 2009

13 Investments held as fixed assets

Company

	Shares in group undertakings £
Cost	
As at 1 July 2008 and 30 June 2009	<u>230,456</u>
Net book value	
As at 30 June 2009	<u>230,456</u>
As at 30 June 2008	<u>230,456</u>

The group consolidation includes the results of the following companies

	Country of incorporation	Principal activity	Class of share owned	%
Subsidiary undertakings				
Neaversons Limited	England and Wales	Sale of quality china and glassware and property development	Ordinary	100
Aveley Limited	England and Wales	Property development	Ordinary	100

14 Stocks and work in progress

	Group		Company	
	2009 £	2008 £	2009 £	2008 £
Stocks	772,958	789,209	772,958	789,209

John Sinclair (Sheffield) Limited

Notes to the Financial Statements for the Year Ended 30 June 2009

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15 Debtors

	Group		Company	
	2009	2008	2009	2008
	£	£	£	£
Trade debtors	541,179	136,486	43,180	27,919
Amounts owed by group undertakings	-	-	3,025,492	2,478,850
Other debtors	-	94,757	-	-
Prepayments and accrued income	238,011	212,497	190,703	169,783
	<u>779,190</u>	<u>443,740</u>	<u>3,259,375</u>	<u>2,676,552</u>

16 Creditors: Amounts falling due within one year

	Group		Company	
	2009	2008	2009	2008
	£	£	£	£
Bank loans and overdrafts	64,998	201,211	64,998	159,670
Trade creditors	1,188,886	652,565	671,044	484,893
Amounts owed to group undertakings	-	-	192,414	128,972
Corporation tax	57,812	44,700	18,021	8,700
Taxation and social security	16,097	150,490	180,224	144,270
Other creditors	12,763	8,113	12,763	6,733
Director current accounts	19,701	14,959	19,701	14,959
Accruals and deferred income	200,088	213,494	114,994	124,874
	<u>1,560,345</u>	<u>1,285,532</u>	<u>1,274,159</u>	<u>1,073,071</u>

John Sinclair (Sheffield) Limited

Notes to the Financial Statements for the Year Ended 30 June 2009

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17 Creditors: Amounts falling due after more than one year

	Group		Company	
	2009 £	2008 £	2009 £	2008 £
Bank loans and overdrafts	<u>1,107,762</u>	<u>355,733</u>	<u>249,907</u>	<u>355,733</u>

Included in the creditors are the following amounts due after more than five years

	Group		Company	
	2009 £	2008 £	2009 £	2008 £
After more than five years by instalments	<u>434,460</u>	<u>-</u>	<u>57,777</u>	<u>-</u>

Security

Bank loans and overdrafts are secured by charges over company properties and by various cross guarantees from companies within the group. Loans are repayable on a monthly basis with an element of the instalments falling due after more than five years. Interest is charged at a rate of 0.95% over Barclays Bank Base Rate and 0.95% over LIBOR for each of the differing loan arrangements.

John Sinclair (Sheffield) Limited

Notes to the Financial Statements for the Year Ended 30 June 2009

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18 Maturation of borrowings

Group

Amounts repayable

	Bank loans and overdrafts £	Directors loan accounts £	Total £
As at 30 June 2009			
In one year or less on demand	64,998	19,701	84,699
Between one and two years	169,786	-	169,786
Between two and five years	503,516	-	503,516
After more than five years by instalments	434,460	-	434,460
	<u>1,172,760</u>	<u>19,701</u>	<u>1,192,461</u>
As at 30 June 2008			
In one year or less on demand	201,211	14,959	216,170
Between one and two years	80,772	-	80,772
Between two and five years	274,961	-	274,961
	<u>556,944</u>	<u>14,959</u>	<u>571,903</u>

Company

Amounts repayable

	Bank loans and overdrafts £	Directors loan accounts £	Total £
As at 30 June 2009			
In one year or less on demand	64,998	19,701	84,699
Between one and two years	65,183	-	65,183
Between two and five years	126,947	-	126,947
After more than five years by instalments	57,777	-	57,777
	<u>314,905</u>	<u>19,701</u>	<u>334,606</u>
As at 30 June 2008			
In one year or less on demand	159,670	14,959	174,629
Between one and two years	80,772	-	80,772
Between two and five years	274,961	-	274,961
	<u>515,403</u>	<u>14,959</u>	<u>530,362</u>

John Sinclair (Sheffield) Limited

Notes to the Financial Statements for the Year Ended 30 June 2009

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19 Provisions for liabilities

Group

	Deferred tax provision £
As at 1 July 2008	12,502
Deferred tax provision charged to the profit and loss account	1,047
As at 30 June 2009	<u>13,549</u>

Deferred tax

Deferred tax is provided at
21.00% (2008 - 21.00%)

	Group		Company	
	2009 £	2008 £	2009 £	2008 £
Accelerated capital allowances	<u>13,549</u>	<u>12,502</u>	<u>-</u>	<u>-</u>

20 Pension scheme

Defined contribution pension scheme

The group operates a defined contribution pension scheme. The pension cost charge for the period represents contributions payable by the group to the scheme and amounted to £16,253 (2008 - £16,838).

There were outstanding contributions at the end of the financial year of £1,536 (2008 - £1,694).

21 Share capital

	2009 £	2008 £
Allotted, called up and fully paid		
Equity		
320,000 Ordinary shares of 1 each	<u>320,000</u>	<u>320,000</u>

John Sinclair (Sheffield) Limited

Notes to the Financial Statements for the Year Ended 30 June 2009

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22 Reserves

Group

	Profit and loss reserve £
Balance at 1 July 2008	5,251,532
Transfer from profit and loss account for the year	189,341
Dividends	(13,728)
Balance at 30 June 2009	<u>5,427,145</u>

Company

	Profit and loss reserve £
Balance at 1 July 2008	4,240,649
Transfer from profit and loss account for the year	50,390
Dividends	(13,728)
Balance at 30 June 2009	<u>4,277,311</u>

23 Reconciliation of movements in shareholders' funds

	Group		Company	
	2009 £	2008 £	2009 £	2008 £
Profit attributable to members of the group/company	189,341	152,031	50,390	19,740
Dividends	(13,728)	(27,446)	(13,728)	(27,446)
	<u>175,613</u>	<u>124,585</u>	<u>36,662</u>	<u>(7,706)</u>
Opening shareholders' funds	<u>5,571,532</u>	<u>5,446,947</u>	<u>4,560,649</u>	<u>4,568,355</u>
Closing shareholders' funds	<u>5,747,145</u>	<u>5,571,532</u>	<u>4,597,311</u>	<u>4,560,649</u>

John Sinclair (Sheffield) Limited

Notes to the Financial Statements for the Year Ended 30 June 2009

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24 Operating lease commitments

Group

As at 30 June 2009 the group had annual commitments under non-cancellable operating leases as follows

Operating leases which expire

	Land and Buildings	
	2009	2008
	£	£
Within one year	-	11,650
Within two and five years	110,000	110,000
Over five years	-	-
	<u>110,000</u>	<u>121,650</u>

In addition to the above rental commitments there are additional liabilities to pay rent based on a fixed percentage of turnover for certain rental outlets but these cannot be accurately quantified at the reporting date

Company

As at 30 June 2009 the company had annual commitments under non-cancellable operating leases as follows

Operating leases which expire

	Land and Buildings	
	2009	2008
	£	£
Within one year	-	11,650
Within two and five years	110,000	110,000
Over five years	10,000	40,000
	<u>120,000</u>	<u>161,650</u>

In addition to the above rental commitments there are additional liabilities to pay rent based on a fixed percentage of turnover for certain rental outlets but these cannot be accurately quantified at the reporting date

John Sinclair (Sheffield) Limited

Notes to the Financial Statements for the Year Ended 30 June 2009

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25 Analysis of cash flows

	2009 £	2008 £
Net cash flow from operating activities		
Operating profit	326,786	136,413
Depreciation, amortisation and impairment charges	89,281	114,358
(Profit)/loss on disposal of fixed assets	(6,792)	364
Decrease in stocks	16,251	4,428
(Increase)/decrease in debtors	(335,450)	328,300
Increase in creditors	397,914	121,576
Exceptional item	(54,729)	89,697
	<u>433,261</u>	<u>795,136</u>
Returns on investment and servicing of finance		
Other interest paid	(29,067)	(29,263)
Interest received	4,998	8,207
	<u>(24,069)</u>	<u>(21,056)</u>
Taxation		
Taxation paid	<u>(44,488)</u>	<u>(22,790)</u>
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(1,354,879)	(288,902)
Sale of tangible fixed assets	18,044	601
	<u>(1,336,835)</u>	<u>(288,301)</u>
Financing		
Increase in loans and borrowings	857,855	76,249
Repayment of loans and borrowings	(119,961)	(152,642)
	<u>737,894</u>	<u>(76,393)</u>

John Sinclair (Sheffield) Limited

Notes to the Financial Statements for the Year Ended 30 June 2009

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26 Analysis of net debt

	At start of period £	Cash flow £	Other non-cash changes £	At end of period £
Cash at bank and in hand	459,969	(370,043)	-	89,926
Bank overdraft	(122,078)	122,078	-	-
Cash and bank net funds	337,891	(247,965)	-	89,926
Debt due within one year	(79,133)	79,133	(64,998)	(64,998)
Debt due after one year	(355,733)	(817,027)	64,998	(1,107,762)
Change in debt	(434,866)	(737,894)	-	(1,172,760)
Net debt	(96,975)	(985,859)	-	(1,082,834)

27 Related parties

Related party transactions

The group and company have taken advantage of the exemptions available under Financial Reporting Standard 8 "Related Party Transactions", not to disclose transactions with entities that are part of John Sinclair (Sheffield) Limited group on the basis that all subsidiary companies are wholly owned

During the period the following dividends were paid to the directors

	2009 £	2008 £
C J Sinclair	5,002	10,000
J M Sinclair	1,978	3,955
J C L Sparre	-	-

28 Result for the financial period

John Sinclair (Sheffield) Limited has taken advantage of the exemption permitted under S408 of the Companies Act 2006 and has not published its own company profit and loss account in these financial statements. The overall group profit includes a profit of £50,390 arising in the parent company