

**THE WINCHELSEA LITTLE SHOP ASSOCIATION
LIMITED REGISTERED UNDER THE
INDUSTRIAL & PROVIDENT SOCIETIES ACT
1965**

FINANCIAL STATEMENTS

31 OCTOBER 2006

M MOONEY & CO.

Accountants & Tax Consultants
Great Haven
Quickbourne Lane
Northiam, Rye
East Sussex
TN31 6QY

**THE WINCHELSEA LITTLE SHOP ASSOCIATION LIMITED
REGISTERED UNDER THE INDUSTRIAL & PROVIDENT
SOCIETIES ACT 1965**

FINANCIAL STATEMENTS

YEAR ENDED 31 OCTOBER 2006

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**THE WINCHELSEA LITTLE SHOP ASSOCIATION LIMITED
REGISTERED UNDER THE INDUSTRIAL & PROVIDENT
SOCIETIES ACT 1965**

THE DIRECTORS' REPORT

YEAR ENDED 31 OCTOBER 2006

The directors present their report and the unaudited financial statements of the company for the year ended 31 October 2006.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of newsagents, tobacconists and confectioners.

THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests, including family holdings, in the shares of the company were as follows:

	Ordinary Shares of £10 each	
	At 31 October 2006	At 1 November 2005 or later date of appointment
P McMullin	1	1
R Cooper	1	1
T Alexander	1	1
G Kenyon	1	1
A Bevan	1	-
A Rumsey	2	-
S Jempson	-	-
K Comotto	-	-
S Chetwood	2	-
A Jasper	-	-
	<u> </u>	<u> </u>

A Bevan was appointed as a director on 18 March 2006.
A Rumsey was appointed as a director on 18 March 2006.
S Jempson was appointed as a director on 18 March 2006.
K Comotto was appointed as a director on 18 March 2006.
S Chetwood was appointed as a director on 18 March 2006.
A Jasper was appointed as a director on 18 March 2006.

R Comotto retired as a director on 18 March 2006.
M Woolven retired as a director on 18 March 2006.
A McKenney retired as a director on 18 March 2006.
D Morris retired as a director on 18 March 2006.

**THE WINCHELSEA LITTLE SHOP ASSOCIATION LIMITED
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THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 OCTOBER 2006

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.

Registered office:
The Little Shop
High Street
Winchelsea
East Sussex
TN36 4EA

Signed by order of the directors

A BEVAN
Company Secretary

Approved by the directors on 28 April 2007

THE WINCHELSEA LITTLE SHOP ASSOCIATION LIMITED
REGISTERED UNDER THE INDUSTRIAL & PROVIDENT
SOCIETIES ACT 1965

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 OCTOBER 2006

	Note	2006 £	2005 £
TURNOVER		255,362	243,431
Cost of sales		<u>207,641</u>	<u>195,072</u>
GROSS PROFIT		47,721	48,359
Administrative expenses		55,585	56,819
Other operating income		(2,970)	(7,316)
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>(4,894)</u>	<u>(1,144)</u>
LOSS FOR THE FINANCIAL YEAR		<u>(4,894)</u>	<u>(1,144)</u>
Balance brought forward		<u>2,115</u>	<u>3,259</u>
Balance carried forward		<u><u>(2,779)</u></u>	<u><u>2,115</u></u>

The notes on page 3 form part of these financial statements.

**THE WINCHELSEA LITTLE SHOP ASSOCIATION LIMITED
REGISTERED UNDER THE INDUSTRIAL & PROVIDENT
SOCIETIES ACT 1965**

BALANCE SHEET

31 OCTOBER 2006

	Note	2006 £	£	2005 £
FIXED ASSETS				
Tangible assets	3		<u>6,384</u>	<u>8,512</u>
CURRENT ASSETS				
Stocks		11,214		11,500
Debtors	4	1,427		1,560
Cash at bank and in hand		4,579		5,086
		<u>17,220</u>		<u>18,146</u>
CREDITORS: Amounts falling due within one year	5	<u>8,633</u>		<u>7,163</u>
NET CURRENT ASSETS			<u>8,587</u>	<u>10,983</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>14,971</u>	<u>19,495</u>
CREDITORS: Amounts falling due after more than one year	6		<u>14,230</u>	<u>13,980</u>
			<u>741</u>	<u>5,515</u>
CAPITAL AND RESERVES				
Called-up equity share capital	8		3,520	3,400
Profit and loss account			<u>(2,779)</u>	<u>2,115</u>
SHAREHOLDERS' FUNDS			<u>741</u>	<u>5,515</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

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

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

The notes on page 4 form part of these financial statements.

**THE WINCHELSEA LITTLE SHOP ASSOCIATION LIMITED
REGISTERED UNDER THE INDUSTRIAL & PROVIDENT
SOCIETIES ACT 1965**

BALANCE SHEET

31 OCTOBER 2006

	2006		2005
Note	£	£	£

These financial statements were approved by the directors on the 28 April 2007 and are signed on their behalf by:

A J DAVIS

A BEVAN

The notes on page 5 form part of these financial statements.

THE WINCHELSEA LITTLE SHOP ASSOCIATION LIMITED
REGISTERED UNDER THE INDUSTRIAL & PROVIDENT
SOCIETIES ACT 1965

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 OCTOBER 2006

1. ACCOUNTING POLICIES

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).

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, less its estimated residual value, over the useful economic life of that asset as follows:

Plant & Machinery	-	25%
Fixtures & Fittings	-	25%
Office Equipment	-	25%

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 LOSS

Operating loss is stated after charging:

	2006	2005
	£	£
Directors' emoluments	-	-
Depreciation of owned fixed assets	<u>2,128</u>	<u>2,838</u>

THE WINCHELSEA LITTLE SHOP ASSOCIATION LIMITED
REGISTERED UNDER THE INDUSTRIAL & PROVIDENT
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NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 OCTOBER 2006

3. TANGIBLE FIXED ASSETS

	Plant & Machinery £	Fixtures & Fittings £	Office Equipment £	Total £
COST				
At 1 November 2005 and 31 October 2006	<u>3,923</u>	<u>15,411</u>	<u>5,195</u>	<u>24,529</u>
DEPRECIATION				
At 1 November 2005	2,534	9,931	3,552	16,017
Charge for the year	<u>347</u>	<u>1,370</u>	<u>411</u>	<u>2,128</u>
At 31 October 2006	<u>2,881</u>	<u>11,301</u>	<u>3,963</u>	<u>18,145</u>
NET BOOK VALUE				
At 31 October 2006	<u>1,042</u>	<u>4,110</u>	<u>1,232</u>	<u>6,384</u>
At 31 October 2005	<u>1,389</u>	<u>5,480</u>	<u>1,643</u>	<u>8,512</u>

4. DEBTORS

	2006 £	2005 £
Other debtors	<u>1,427</u>	<u>1,560</u>

5. CREDITORS: Amounts falling due within one year

	2006 £	2005 £
Trade creditors	2,326	2,327
Other taxation and social security	847	1,011
Other creditors	<u>5,460</u>	<u>3,825</u>
	<u>8,633</u>	<u>7,163</u>

6. CREDITORS: Amounts falling due after more than one year

	2006 £	2005 £
Amounts owed to undertakings in which the company has a participating interest	<u>14,230</u>	<u>13,980</u>

7. RELATED PARTY TRANSACTIONS

None

**THE WINCHELSEA LITTLE SHOP ASSOCIATION LIMITED
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NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 OCTOBER 2006

8. SHARE CAPITAL

Authorised share capital:

	2006	2005
	£	£
352 Ordinary shares of £10 each	<u>3,520</u>	<u>3,400</u>

Allotted, called up and fully paid:

	2006		2005	
	No	£	No	£
Ordinary shares of £10 each	<u>352</u>	<u>3,520</u>	<u>340</u>	<u>3,400</u>

**THE WINCHELSEA LITTLE SHOP ASSOCIATION LIMITED
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MANAGEMENT INFORMATION

YEAR ENDED 31 OCTOBER 2006

The following pages do not form part of the statutory financial statements.

**THE WINCHELSEA LITTLE SHOP ASSOCIATION LIMITED
REGISTERED UNDER THE INDUSTRIAL & PROVIDENT
SOCIETIES ACT 1965**

**ACCOUNTANTS' REPORT TO THE DIRECTORS OF THE WINCHELSEA
LITTLE SHOP ASSOCIATION LIMITED REGISTERED UNDER THE
INDUSTRIAL & PROVIDENT SOCIETIES ACT 1965**

YEAR ENDED 31 OCTOBER 2006

As described on the balance sheet, the directors of the company are responsible for the preparation of the financial statements for the year ended 31 October 2006, set out on pages 3 to 8.

You consider that the company is exempt from an audit under the Companies Act 1985.

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.

M MOONEY & CO.

Accountants & Tax Consultants
Great Haven
Quickbourne Lane
Northiam, Rye
East Sussex
TN31 6QY

28 April 2007

**THE WINCHELSEA LITTLE SHOP ASSOCIATION LIMITED
REGISTERED UNDER THE INDUSTRIAL & PROVIDENT
SOCIETIES ACT 1965**

DETAILED PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 OCTOBER 2006

	2006		2005
	£	£	£
TURNOVER		255,362	243,431
COST OF SALES			
Opening stock - resale	11,500		11,675
Purchases	207,355		194,897
	218,855		206,572
Closing stock - resale	(11,214)		(11,500)
		207,641	195,072
GROSS PROFIT		47,721	48,359
OVERHEADS			
Administrative expenses		55,585	56,819
		(7,864)	(8,460)
OTHER OPERATING INCOME		2,970	7,316
LOSS ON ORDINARY ACTIVITIES		(4,894)	(1,144)

THE WINCHELSEA LITTLE SHOP ASSOCIATION LIMITED
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NOTES TO THE DETAILED PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 OCTOBER 2006

	2006		2005
	£	£	£
ADMINISTRATIVE EXPENSES			
Personnel costs			
Wages		39,406	38,159
Establishment expenses			
Rent	7,800		7,800
Rates and water	167		107
Light and heat	2,162		1,207
Insurance	1,131		1,069
Repairs and renewals	607		2,855
		11,867	13,038
General expenses			
Motor expenses	264		168
Telephone	511		510
Printing, stationery and postage	327		111
Sundry expenses	–		495
Advertising	–		10
Subscriptions	60		55
Accountancy fees	1,000		1,400
Depreciation of plant and machinery	347		463
Depreciation of fixtures and fittings	1,370		1,827
Depreciation of office equipment	411		548
		4,290	5,587
Financial costs			
Bank charges		22	35
		55,585	56,819
OTHER OPERATING INCOME			
Rent receivable		2,930	2,800
Members' donations		40	335
Government Grants		–	4,181
		2,970	7,316