

**Haines Watts Enterprises Limited**

**Financial Statements**

**31 March 2004**

932971



A41  
COMPANIES HOUSE

\*ARIPC2BX\*

0629  
28/01/05

# **Haines Watts Enterprises Limited**

## **Financial Statements**

**Year ended 31 March 2004**

---

<b>Contents</b>	<b>Pages</b>
Company Information	1
Directors' report	2
Profit and loss account	3
Balance sheet	4
Notes to the financial statements	5 to 8

---

# Haines Watts Enterprises Limited

## Company Information

---

**Directors** G M Laughton (retired 31 March 2004)  
G C Fairclough  
P C R Lewis  
A S Minifie

**Company secretary** D W Smith

**Registered office** 11A Park House  
Milton Park  
Abingdon  
OX14 4RS

**Company Number** 932971

# Haines Watts Enterprises Limited

## Directors' Report

### Year ended 31 March 2004

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 March 2004

### Principal activities and business review

The principal activity of the company was that of the provision of support services to professional accountancy practices.

### Results

The trading results for the year, and the company's financial position at the end of the year are shown in the attached financial statements.

### Directors

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

	Ordinary shares of £1 each	
	31.3.04	31.3.03
G M Laughton (retired 31 March 2004)	-	108
G C Fairclough	-	-
P C R Lewis	-	-
A S Minifie	-	-

### Director's responsibilities

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and of the company's profit or loss for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on page 5, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also 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 which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. The directors are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### Exemption statement

No auditors have been appointed as the company qualifies as a small company and is exempted from the obligation to appoint auditors.

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:



A S Minifie, Director

Approved by the board of directors on 27 January 2005.

# Haines Watts Enterprises Limited

## Profit and Loss Account

Year ended 31 March 2004

---

	Note	2004 £	2003 £
Turnover	2	4,615,661	2,520,222
Cost of sales		4,412,034	2,266,424
<b>Gross Profit</b>		<u>203,627</u>	<u>253,798</u>
Administrative expenses		122,118	257,811
<b>Operating Profit/(Loss)</b>	3	<u>81,509</u>	<u>(4,013)</u>
Interest receivable and similar income		3,442	9,988
Interest payable and similar charges		(23,730)	(11,841)
<b>Profit/(Loss) on Ordinary Activities Before Taxation</b>		<u>61,221</u>	<u>(5,866)</u>
Tax on profit/(loss) on ordinary activities	4	(14,556)	3,313
<b>Profit/(Loss) for the Financial Year After Taxation</b>		<u>46,665</u>	<u>(2,553)</u>
Dividends	5	12,960	16,632
<b>Retained Profit/(Loss) for the Financial Year</b>		<u>33,705</u>	<u>(19,185)</u>

The notes on pages 5 to 8 form part of these financial statements.

# Haines Watts Enterprises Limited

## Balance Sheet

As at 31 March 2004

	Note	2004 £	£	2003 £	£
<b>Fixed Assets</b>					
Tangible assets	6		37,383		3,978
<b>Current Assets</b>					
Debtors	7	2,117,809		2,659,317	
Cash at bank and in hand		759,076		262,528	
		2,876,885		2,921,845	
<b>Creditors: Amounts falling due within one year</b>	8	2,861,864		2,907,680	
<b>Net Current Assets</b>			15,021		14,165
<b>Total Assets Less Current Liabilities</b>			52,404		18,143
<b>Provisions for Liabilities and Charges</b>					
Deferred taxation	9		556		-
			51,848		18,143
<b>Capital and Reserves</b>					
Called-up share capital	10		108		108
Profit and loss account	11		51,740		18,035
<b>Shareholders' Funds</b>			51,848		18,143

The company is entitled to exemption from the requirement to have an audit under the provisions of Section 249AA(1) of the Companies Act 1985. No notice has been deposited under Section 249B(2) of that Act requiring the accounts of the company for the financial year to be audited. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Act, and for preparing accounts 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 the accounts so far as applicable to the company.

Approved by the board of directors and signed on its behalf on 27<sup>th</sup> January 2005.



A S Minifie, Director

The notes on pages 5 to 8 form part of these financial statements.

# Haines Watts Enterprises Limited

## Notes to the Financial Statements

Year ended 31 March 2004

---

### 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 June 2002)

#### Turnover

The turnover shown in the profit and loss account represents net amounts invoiced during the year excluding VAT.

#### Depreciation

Depreciation is calculated so as to write off the cost of an asset over the useful economic life of that asset as follows:

Fixtures and fittings	- 20% on cost
Office Equipment	- 33% on cost

#### Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is a reasonable probability that the liability will not arise in the foreseeable future.

### 2. Turnover

The turnover and loss before tax are attributable to the one principal activity

An analysis of turnover is given below:

	2004 £	2003 £
United Kingdom	<u>4,615,661</u>	<u>2,520,222</u>

### 3. Operating profit/(loss)

Operating profit/(loss) is stated after charging/(crediting):

Depreciation – owned assets	1,900	580
Profit on disposal of fixed assets	753	-
Auditors' remuneration	-	2,580
Pension costs	-	13,513
Directors' emoluments and other benefits	-	49,000

# Haines Watts Enterprises Limited

## Notes to the Financial Statements

Year ended 31 March 2004

### 4. Tax on profit/loss) on ordinary activities

	2004 £	2003 £
Current tax:		
In respect of the year:		
UK Corporation tax based on the results for the year at 30% (2003 30%)	14,000	-
Over/under provision in prior year	-	(3,313)
Total current tax	14,000	(3,313)
Deferred tax:		
(Decrease)/Increase in deferred tax provision	556	-
Tax on profit/loss on ordinary activities	14,556	(3,313)

### 5. Dividends

Final	12,960	16,632
-------	--------	--------

### 6. Tangible fixed assets

	Fixtures, and fittings £	Office Equipment £	Total £
<b>Cost</b>			
At 1 April 2003	48,870	42,285	91,155
Additions	2,652	32,653	35,305
Disposals	(38,870)	(31,577)	(70,447)
<b>At 31 March 2004</b>	<b>12,652</b>	<b>43,361</b>	<b>56,013</b>
<b>Depreciation</b>			
At 1 April 2003	48,870	38,307	87,177
Charge for the year	455	1,445	1,900
On disposals	(38,870)	(31,577)	(70,447)
<b>At 31 March 2004</b>	<b>10,455</b>	<b>8,175</b>	<b>18,630</b>
<b>Net Book Value</b>			
<b>At 31 March 2004</b>	<b>2,197</b>	<b>35,186</b>	<b>37,383</b>
At 31 March 2003	-	3,978	3,978



# Haines Watts Enterprises Limited

## Notes to the Financial Statements

Year ended 31 March 2004

### 6. Debtors

	2004 £	2003 £
Amounts due within one year:		
Trade debtors	1,410,368	1,090,336
Other debtors	278,449	453,922
Prepayments and accrued income	238,552	739,735
Total due within in a year	1,927,369	2,283,993
Amounts due within more than one year		
Other debtors	190,440	375,324
	<u>2,117,809</u>	<u>2,659,317</u>

### 8. Creditors: Amounts falling due within one year

Bank loans and overdrafts	-	617,256
Trade creditors	1,528,101	1,174,225
Other creditors	1,038,305	1,030,273
Other taxes & social security	7,617	3,506
Taxation	14,000	-
Accrued expenses	273,841	82,420
	<u>2,861,864</u>	<u>2,907,680</u>

### 9. Deferred taxation

The movement in the deferred taxation provision during the year was:

Provision at 1 April 2003	-	-
Increase in provision	556	-
Provision at 31 March 2004	<u>556</u>	<u>-</u>
Excess of taxation allowances over depreciation on fixed assets	<u>556</u>	<u>-</u>

### 10. Share capital

#### Authorised share capital:

10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
-----------------------------------	---------------	---------------

#### Allotted, issued and fully paid:

	2004		2003	
	No	£	No	£
Ordinary shares of £1 each	<u>108</u>	<u>108</u>	<u>108</u>	<u>108</u>

# Haines Watts Enterprises Limited

## Notes to the Financial Statements

Year ended 31 March 2004

### 11. Reserves

Profit and Loss Account	2004 £	2003 £
Balance brought forward	18,035	37,220
Retained profit (loss) for the year/period	33,705	(19,185)
Balance carried forward	<u>51,740</u>	<u>18,035</u>

### 12. Transactions with directors

During the financial year the company continued arrangements with Haines Watts accountancy practices and related companies in some of which the directors are partners or directors and shareholders. Under the terms of those arrangements the company supplies support services and recharges insurance premiums to those practices.

During the year the value of services supplied and premiums recharged to the Haines Watts accountancy practices amounted to £4,615,661 (£2,520,222 in 2003). At the balance sheet date the balance due from the practices to the Company, in respect of those services, amounted to £1,410,368 (£1,090,336 in 2003) and is included in Trade Debtors.

At the balance sheet date, Other Debtors included £375,324 (£758,290 in 2003) due from three practices in respect of loans from the company. These loans are repayable by 31 March 2006 on an interest free basis.

At the balance sheet date, Other Creditors included £1,038,305 (£1,030,273 in 2003) in respect of monies collected from and held on behalf of practices towards the meeting of possible Professional Indemnity Insurance claims. Any unutilised monies will be returned to the practices.

During the year the company rented property in which a director had a material interest paying rent of £5862 (£23450 in 2003). No amounts were outstanding at the balance sheet date (£- in 2003).

During the year the company paid Belvedere Insurance Brokers Limited, a company in which a director had a material interest, a fee of £18,480 (2003 n/a) for arranging commercial insurance for the Haines Watts accountancy practices. No amounts were outstanding at the balance sheet date (£- in 2003).

### 13. Ultimate holding company

On 31 March 2004 Haines Watts Limited which is incorporated in England became the ultimate holding company. The ultimate holding company is owned by Haines Watts accountancy practices in some of which the directors are partners or directors and shareholders.