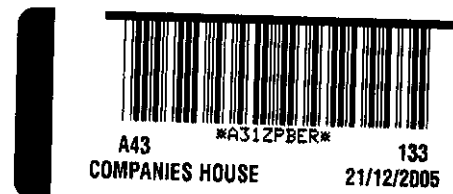


FORSTER AND HALES LIMITED

ABBREVIATED ACCOUNTS

for the year ended

31 March 2005



# FORSTER AND HALES LIMITED

## ABBREVIATED BALANCE SHEET

31 March 2005

	Notes	2005 £	2004 £
<b>FIXED ASSETS</b>			
Tangible assets	1	55,748	50,522
<b>CURRENT ASSETS</b>			
Stocks		111,995	94,094
Debtors		361,786	308,397
Cash at bank and in hand		351,928	461,758
		825,709	864,249
CREDITORS: Amounts falling due within one year		259,491	269,158
NET CURRENT ASSETS		566,218	595,091
TOTAL ASSETS LESS CURRENT LIABILITIES		621,966	645,613
<b>CAPITAL AND RESERVES</b>			
Called up share capital	2	20,002	20,002
Profit and loss account		601,964	625,611
SHAREHOLDERS' FUNDS		621,966	645,613

In preparing these abbreviated accounts:

- The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- The directors acknowledge their responsibilities for:
  - ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
  - 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 this Act relating to accounts, so far as applicable to the company.

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

Approved by the board on 14/12/05

C M Dunn

Director

P J H Rudge, FCA

Director

# FORSTER AND HALES LIMITED

## ABBREVIATED ACCOUNTS

for the year ended 31 March 2005

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### ACCOUNTING POLICIES

#### BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention.

#### TANGIBLE FIXED ASSETS

Fixed assets are stated at historical cost less depreciation.

Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:

Plant and machinery	25% straight line
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#### STOCK AND WORK IN PROGRESS

Stock is valued at the lower of cost and net realisable value. Net realisable value is based upon estimated selling price less further costs expected to be incurred to completion and disposal. Provision is made for obsolete and slow-moving items.

#### 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 that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date.

Deferred tax is measured on a non discounted basis.

#### LEASED ASSETS

The annual rentals on 'operating leases' are charged to the profit and loss account on a straight line basis over the lease term.

#### PENSIONS CONTRIBUTIONS

The pension costs charged in the financial statements represent the contributions payable by the company during the year.

#### FOREIGN CURRENCY TRANSLATION

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the accounting date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

#### TURNOVER

Turnover represents the invoiced value, net of Value Added Tax, of goods sold and services provided to customers.

# FORSTER AND HALES LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

for the year ended 31 March 2005

### 1. FIXED ASSETS

#### *Tangible assets*

	£
Cost	
1 April 2004	310,304
Additions	33,994
Disposals	(27,160)
	<u>317,138</u>
31 March 2005	
Depreciation	
1 April 2004	259,782
On disposals	(27,160)
Charge for the year	28,768
	<u>261,390</u>
31 March 2005	
Net book value	
31 March 2005	<u>55,748</u>
31 March 2004	<u>50,522</u>

### 2. SHARE CAPITAL

	2005 £	2004 £
Authorised		
1,000,000 Ordinary shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>
Allotted, issued and fully paid		
20,002 Ordinary shares of £1 each	<u>20,002</u>	<u>20,002</u>

### 3. TRANSACTIONS WITH DIRECTORS

The following directors had interest free loans during the year. The movement on these loans are as follows:

	Amount outstanding		Maximum
	2005	2004	in year
	£	£	£
Director's current account	13,500	13,500	-

During the previous year, C Dunn purchased the motor vehicle from the company for £13,500. The money has yet to be repaid and at the year end Mr Dunn owed the company £13,500.

This transaction was at arms length.

During the year PJH Rudge charged the company £12,000 in respect of professional services. At the year end £12,000 remained outstanding and is included in creditors due within one year.