

**STEPHENSONS (SOUTHWOLD)  
LIMITED****ABBREVIATED ACCOUNTS****for the year ended  
31 December 1994****Company Number 2166190**

BDO Stoy Hayward firms also in the South East, Ayr, Bacup, Belfast, Birmingham, Bristol, Bury St. Edmunds, Cardiff, Edinburgh, Glasgow, Ipswich, Leeds, Manchester, Newcastle-upon-Tyne, Newmarket, Norwich, Nottingham, Peterborough, Poole, Rochdale, Saltcoats, Sheffield, Southampton, Stranraer, Sunderland, Wolverhampton.

BDO Stoy Hayward – South East Firm has Offices in London, Bromley, Chelmsford, Epsom, Reading, Richmond, Ware and Wembley.



**AUDITORS' REPORT****to the directors of Stephensons (Southwold) Limited****Pursuant to paragraph 24 of Schedule 8 to the Companies Act 1985**

We have examined the abbreviated accounts on pages 2 to 5 together with the full financial statements of Stephensons (Southwold) Limited for the year ended 31 December 1994. The scope of our work for the purpose of this report was limited to confirming that the company is entitled to the exemptions claimed in the directors' statement on page 2 and that the abbreviated accounts have been properly prepared from the full financial statements.

In our opinion, the directors are entitled under Sections 246 and 247 of the Companies Act 1985 to the exemptions conferred in Section A of Part III of Schedule 8 to that Act in respect of the year ended 31 December 1994 and the abbreviated accounts on pages 2 to 5 have been properly prepared in accordance with that schedule.

On 31 October 1995 we reported, as auditors of Stephensons (Southwold) Limited, to the members on the full financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 December 1994 and our audit report was as follows:

We have audited the financial statements on pages 5 to 9 which have been prepared on the basis of accounting policies set out on page 7.

**Respective responsibilities of directors and auditors**

As described on page 2 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion based on our audit on those statements and to report our opinion to you.

**Basis of opinion**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination on a test basis of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31 December 1994 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

**Chartered Accountants**  
**Registered Auditors****31 October 1995**

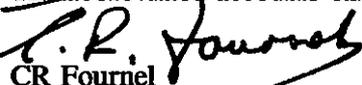
STEPHENSONS (SOUTHWOLD) LIMITED

BALANCE SHEET  
as at 31 December 1994

	Notes	1994		1993	
		£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	2		13,000		14,000
Tangible assets	3		3,207		3,517
			<u>16,207</u>		<u>17,517</u>
<b>CURRENT ASSETS</b>					
Stocks		46,072		36,450	
Debtors and prepayments		3,079		1,675	
Stephensons (Aldeburgh) Limited		7,537		3,607	
Cash in hand		1,762		419	
Directors loan		250		-	
		<u>58,700</u>		<u>42,151</u>	
<b>CREDITORS: amounts falling due within on year</b>		<u>(40,958)</u>		<u>(34,939)</u>	
<b>Net current assets</b>			<u>17,742</u>		<u>7,212</u>
<b>Total assets less current liabilities</b>			<u>33,949</u>		<u>24,729</u>
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>					
			<u>(404)</u>		<u>(413)</u>
<b>Net assets</b>			<u>33,545</u>		<u>24,316</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	4		2		2
Profit and loss account			33,545		23,314
			<u>33,545</u>		<u>24,316</u>

We have relied on Sections 246 and 247 of the Companies Act 1985, entitling us to the exemptions conferred in Section A of Part III of Schedule 8 to that Act and we do so on the grounds that the company is entitled to the benefit of these Sections as a small company

The abbreviated accounts on pages 2 to 5 were approved by the Board on 31 October 1995.

  
C.R. Fournel  
Director

**1 ACCOUNTING POLICIES**

**Accounting convention**

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

**Turnover and profit**

Turnover represents amounts receivable for goods and services provided in the UK net of trade discounts, VAT and other related taxes.

**Goodwill**

Goodwill is the excess of the fair value of the consideration given to acquire a business over the fair value of the separable net assets acquired. Goodwill is written off against a separate reserve in the year of acquisition. Subsequently, each year a transfer is made between that unrealised reserve and the profit and loss account. The amount transferred is calculated so as to spread the effect of the elimination of goodwill on the profit and loss account over the estimated useful life of the goodwill.

**Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost or valuation, less depreciation. Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset over its expected useful life, as follows:

Improvements to property	-	over the lease term
Fixtures and fittings	-	15% reducing balance
Equipment	-	15% reducing balance

**Stocks and work in progress**

Stocks are stated at the lower of cost and net realisable value.

**Deferred taxation**

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to crystallise.

STEPHENSONS (SOUTHWOLD) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS  
for the year ended 31 December 1994

2 INTANGIBLE FIXED ASSET

<b>Goodwill</b>	£
Book value at 1 January 1994	14,000
Amount written off	<u>1,000</u>
<b>Book value at 31 December 1994</b>	<u><u>13,000</u></u>

3 TANGIBLE FIXED ASSETS

	Equipment £	Fixtures fittings £	Improvements to property £	Total £
<b>Cost of valuation</b>				
1 January 1994	148	8,143	2,177	10,468
Additions	<u>567</u>	<u>-</u>	<u>-</u>	<u>567</u>
<b>31 December 1994</b>	<u><u>715</u></u>	<u><u>8,143</u></u>	<u><u>2,177</u></u>	<u><u>11,035</u></u>
<b>Depreciation</b>				
1 January 1994	62	5,023	1,866	6,951
Charge for the year	<u>98</u>	<u>468</u>	<u>311</u>	<u>877</u>
<b>31 December 1994</b>	<u><u>160</u></u>	<u><u>5,491</u></u>	<u><u>2,177</u></u>	<u><u>7,828</u></u>
<b>Net book value</b>				
31 December 1993	<u>86</u>	<u>3,120</u>	<u>311</u>	<u>3,517</u>
<b>31 December 1994</b>	<u><u>555</u></u>	<u><u>2,652</u></u>	<u><u>-</u></u>	<u><u>3,207</u></u>

STEPHENSONS (SOUTHWOLD) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS  
for the year ended 31 December 1994

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4 SHARE CAPITAL

Authorised and allotted share capital	1994 Number	Authorised 1993 Number	1994 £	Allotted and fully paid 1993 £
£1 Ordinary	<u>10,000</u>	<u>10,000</u>	<u>2</u>	<u>2</u>
			1994 £	1993 £
5 AUDITORS REMUNERATION			<u>870</u>	<u>920</u>