

BUTTERFLY WORLD LIMITED

UNAUDITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2009

Registered number: 02249318

WEDNESDAY



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BUTTERFLY WORLD LIMITED

COMPANY INFORMATION

DIRECTORS

Miss H A Welsh
Mrs P A Welsh

COMPANY SECRETARY

Mrs P A Welsh

COMPANY NUMBER

02249318

REGISTERED OFFICE

Preston Park
Yarm Road
Stockton on Tees
TS18 3RH

ACCOUNTANTS

Horwath Clark Whitehill (North East) LLP
Chartered Accountants
Oakland House
40 Victoria Road
Hartlepool
TS26 8DD

BUTTERFLY WORLD LIMITED

CONTENTS

	Page
Directors' report	1
Accountants' report	2
Profit and loss account	3
Balance sheet	4
Notes to the financial statements	5 - 8
 The following pages do not form part of the statutory financial statements:	
Detailed profit and loss account and summaries	9 - 10

BUTTERFLY WORLD LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2009**

The directors present their report and the financial statements for the year ended 31 March 2009.

PRINCIPAL ACTIVITIES

The company's principal activity during the year was that of a butterfly farm.

DIRECTORS

The directors who served during the year were:

Miss H A Welsh
Mrs P A Welsh

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the board on *x* 4/1/10

Date.
x and signed on its behalf.

x P A Welsh

x

Mrs P A Welsh
Director

BUTTERFLY WORLD LIMITED

ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF BUTTERFLY WORLD LIMITED

In accordance with our engagement letter dated 17 May 2006, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the profit and loss account, the balance sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 March 2009 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

Horwath Clark Whitehill (North East) LLP

Horwath Clark Whitehill (North East) LLP

Chartered Accountants

HARTLEPOOL

14 January 2010

BUTTERFLY WORLD LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2009**

	Note	2009 £	2008 £
TURNOVER	1	81,958	81,377
Cost of sales		<u>(19,826)</u>	<u>(19,943)</u>
GROSS PROFIT		62,132	61,434
Administrative expenses		<u>(55,710)</u>	<u>(59,064)</u>
OPERATING PROFIT	2	6,422	2,370
Interest payable		<u>(169)</u>	<u>(247)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		6,253	2,123
Tax on profit on ordinary activities	4	<u>-</u>	<u>-</u>
PROFIT FOR THE FINANCIAL YEAR	10	<u>6,253</u>	<u>2,123</u>

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

BUTTERFLY WORLD LIMITED
REGISTERED NUMBER: 02249318

BALANCE SHEET
AS AT 31 MARCH 2009

	Note	£	2009	£	£	2008	£
FIXED ASSETS							
Tangible fixed assets	5			60,632			66,165
CURRENT ASSETS							
Stocks			1,500			1,490	
Debtors	6		-			2,205	
Cash in hand			140			243	
			<u>1,640</u>			<u>3,938</u>	
CREDITORS: amounts falling due within one year	7		<u>(11,519)</u>			<u>(22,946)</u>	
NET CURRENT LIABILITIES				<u>(9,879)</u>			<u>(19,008)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES				<u>50,753</u>			<u>47,157</u>
CREDITORS: amounts falling due after more than one year	8			<u>(83,300)</u>			<u>(85,957)</u>
NET LIABILITIES				<u>(32,547)</u>			<u>(38,800)</u>
CAPITAL AND RESERVES							
Called up share capital	9			100			100
Profit and loss account	10			<u>(32,647)</u>			<u>(38,900)</u>
SHAREHOLDERS' DEFICIT				<u>(32,547)</u>			<u>(38,800)</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 ("the Act") and members have not required the company to obtain an audit for the year in question in accordance with section 249B(2) of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 March 2009 and of its profit for the year then ended in accordance with the requirements of section 226 of the Act and which otherwise comply with the requirements of the Companies Act 1985 relating to the financial statements so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

x 4/1/10 x Date

Mrs P A Welsh x P A Welsh x
 Director

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

BUTTERFLY WORLD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2009

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007) except as noted in 1.3 below.

1.2 Turnover

Turnover represents amounts received in relation to entrance fees, shop sales and feed sales made by the company, exclusive of Value Added Tax.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold buildings	-	21 years straight line
Plant and machinery	-	10% reducing balance
Computer equipment	-	4 years straight line
Fixtures and fittings	-	10% reducing balance

Plants and livestock in the display areas of the company's premises are included at the directors' estimated cost. The purchase of new stock lines is capitalised at cost and not depreciated.

Replacements are written off against profit in the accounting period in which they occur.

This policy represents a departure from statutory accounting principles, which require depreciation to be provided on all fixed assets. The directors consider that this policy is necessary in order that the financial statements give a true and fair view.

1.4 Operating leases

Rentals under operating leases are charged on a straight line basis over the lease term.

1.5 Stocks

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

2. OPERATING PROFIT

The operating profit is stated after charging:

	2009 £	2008 £
Depreciation of tangible fixed assets:		
- owned by the company	6,056	6,152

BUTTERFLY WORLD LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2009**

3. DIRECTORS' REMUNERATION

	2009 £	2008 £
Aggregate emoluments	<u>7,482</u>	<u>8,697</u>

4. TAXATION**Factors affecting tax charge for the year**

At 31 March 2009 there was approximately £136,000 losses to carry forward against future profits.

5. TANGIBLE FIXED ASSETS

	Land and buildings £	Other £	Total £
Cost			
At 1 April 2008	102,952	61,231	164,183
Additions	-	523	523
At 31 March 2009	<u>102,952</u>	<u>61,754</u>	<u>164,706</u>
Depreciation			
At 1 April 2008	78,106	19,912	98,018
Charge for the year	4,905	1,151	6,056
At 31 March 2009	<u>83,011</u>	<u>21,063</u>	<u>104,074</u>
Net book value			
At 31 March 2009	<u>19,941</u>	<u>40,691</u>	<u>60,632</u>
At 31 March 2008	<u>24,846</u>	<u>41,319</u>	<u>66,165</u>

6. DEBTORS

	2009 £	2008 £
Other debtors	<u>-</u>	<u>2,205</u>

BUTTERFLY WORLD LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2009**

**7. CREDITORS:
Amounts falling due within one year**

	2009	2008
	£	£
Bank overdraft - secured	3,792	7,630
Trade creditors	2,133	9,262
Social security and other taxes	936	1,397
Other creditors	4,658	4,657
	<u>11,519</u>	<u>22,946</u>

**8. CREDITORS:
Amounts falling due after more than one year**

	2009	2008
	£	£
Other loans	59,458	59,458
Directors loan (Note 12)	23,842	26,499
	<u>83,300</u>	<u>85,957</u>

9. SHARE CAPITAL

	2009	2008
	£	£
Authorised		
20,000,000 Ordinary shares of £1 each	<u>20,000,000</u>	<u>20,000,000</u>
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

10. RESERVES

	Profit and loss account £
At 1 April 2008	(38,900)
Profit for the year	6,253
	<u>(32,647)</u>
At 31 March 2009	

BUTTERFLY WORLD LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2009**

11. OPERATING LEASE COMMITMENTS

At 31 March 2009 the company had annual commitments under non-cancellable operating leases as follows:

	2009 £	2008 £
Expiry date:		
Between 2 and 5 years	6,500	-
After more than 5 years	-	6,500
	<u>6,500</u>	<u>6,500</u>

12. RELATED PARTY TRANSACTIONS

Directors current account

At 31 March 2009 the company owed Mrs P A Welsh, a director and her husband £26,342 of which £2,500 is shown within one year (1 April 2008: £28,999).

13. GOING CONCERN

The financial statements have been prepared on a going concern basis which is considered appropriate by the directors due to the continued support from a director, shareholders and providers of loan finance.

They have agreed that they will not withdraw funds for the foreseeable future and therefore these amounts are included in the creditors due after more than one year.