

RCC

COMPANY REGISTRATION NUMBER 3303376

CGMS LIMITED
ABBREVIATED FINANCIAL STATEMENTS

31ST DECEMBER 2010

DALY, HOGGETT & CO.
Chartered Accountants & Statutory Auditor
5-11 Mortimer Street
London
W1T 3HS

TUESDAY



AO9Q7T85

A46

12/04/2011

167

COMPANIES HOUSE

CGMS LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31ST DECEMBER 2010

CONTENTS	PAGE
The directors' report	1
Independent auditor's report to the company	3
Abbreviated profit and loss account	4
Abbreviated balance sheet	5
Notes to the abbreviated accounts	6

CGMS LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31ST DECEMBER 2010

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31st December 2010

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activities of the company during the year were those of planning and environmental consultancy

Having made the necessary sacrifices and cost savings at the onset of the recession, in 2010 as we emerged from recession, the business was better balanced in terms of the relationship between cost and revenue. The business has been fortunate to be broadly based and not over exposed to any particular property sector and we have been able to adapt to new markets as they emerged such as energy and waste.

Whilst we did suffer from further unenforced staff reductions at the start of 2010 as a consequence of the destabilising effects of redundancies in the preceding year, we have now replaced many of those positions and continue to recruit selectively where we see a business opportunity in line with market improvements.

The structure of the company has changed since the onset of recession and is now far more London centric as a reflection of the regional offices still facing difficult, but improving market conditions.

Our borrowings have been reduced and cash flow has improved and we continue to make cost savings wherever possible. We have now reinstated the company pension scheme which was frozen at the onset of recession and terms and conditions of employment have been restored to staff contracts. There was a continued freeze on general salary levels in 2010.

We are gratified that the end result of our collective endeavours has returned the company to profitability at a level which offsets the preceding year's loss and enables us to restore dividend payments to ordinary shareholders. Once again the Board would like to thank all staff for their continued support and commitment in ensuring that we have returned to profitability as soon as was practicable. We look forward to 2011 reinforcing that continued profitability.

RESULTS AND DIVIDENDS

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.

The directors have not recommended a dividend.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year were as follows:

P CHADWICK
K GOODWIN
E MORTIMER
J STOCKDALE

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- 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 adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They 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.

CGMS LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31ST DECEMBER 2010

In so far as the directors are aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

Registered office
5 · 11 Mortimer Street
London
W1T 3HS

Signed by order of the directors



KEVIN ROY GOODWIN
Company Secretary

Approved by the directors on 6 April 2011

CGMS LIMITED

INDEPENDENT AUDITOR'S REPORT TO CGMS LIMITED

UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts, together with the financial statements of CgMs Limited for the year ended 31st December 2010 prepared under Section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditor's 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 for our work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

BASIS OF OPINION

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.

5-11 Mortimer Street
London
W1T 3HS

11 April

2011



DAVID BARTLETT, FCA
(Senior Statutory Auditor)
For and on behalf of
DALY, HOGGETT & CO
Chartered Accountants
& Statutory Auditor

CGMS LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT

YEAR ENDED 31ST DECEMBER 2010

	Note	2010 £	2009 £
TURNOVER		9,495,423	9,273,116
Cost of Sales and Other operating income		6,932,203	6,678,878
Administrative expenses		<u>2,389,254</u>	<u>2,708,982</u>
OPERATING PROFIT/(LOSS)	2	173,966	(114,744)
Interest receivable		93	179
Interest payable and similar charges	4	(22,926)	(27,965)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		151,133	(142,530)
Tax on profit/(loss) on ordinary activities	5	44,109	(23,795)
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		<u>107,024</u>	<u>(118,735)</u>

All of the activities of the company are classed as continuing

The company has no recognised gains or losses other than the results for the year as set out above

The notes on pages 6 to 10 form part of these abbreviated accounts.

CGMS LIMITED

ABBREVIATED BALANCE SHEET

31ST DECEMBER 2010

	Note	£	2010	£	£	2009	£
FIXED ASSETS							
Intangible assets	6			37,200			74,400
Tangible assets	7			40,450			91,949
				<u>77,650</u>			<u>166,349</u>
CURRENT ASSETS							
Stocks	8	288,274			340,501		
Debtors	9	1,885,496			1,606,798		
Cash at bank		<u>141,518</u>			<u>117,968</u>		
		2,315,288			2,065,267		
CREDITORS: Amounts falling due within one year	10	<u>1,848,408</u>			<u>1,799,110</u>		
NET CURRENT ASSETS				<u>466,880</u>			<u>266,157</u>
TOTAL ASSETS LESS CURRENT LIABILITIES				<u>544,530</u>			<u>432,506</u>
CAPITAL AND RESERVES							
Called-up equity share capital	12		115,000			114,000	
Share premium account	13		22,000			18,000	
Capital Redemption Reserve	14		139,000			139,000	
Profit and loss account	15		<u>268,530</u>			<u>161,506</u>	
SHAREHOLDERS' FUNDS	16		<u>544,530</u>			<u>432,506</u>	

These abbreviated financial statements have been prepared in accordance with the special provisions for medium-sized companies under section 445(3) of the Companies Act 2006

These abbreviated accounts were approved by the directors and authorised for issue on 6 April 2011, and are signed on their behalf by



E MORTIMER



J STOCKDALE

Company Registration Number 3303376

The notes on pages 6 to 10 form part of these abbreviated accounts

CGMS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST DECEMBER 2010

1 ACCOUNTING POLICIES

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention

(b) Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is small

(c) Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax

(d) Amortisation

Amortisation 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

Goodwill	5 Years Straight Line
----------	-----------------------

(e) Fixed assets

All fixed assets are initially recorded at cost

(f) 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

Leasehold Property Improvements	6 Years Straight Line
Plant & Machinery	3 Years Straight Line
Fixtures & Fittings	5 Years Straight Line
Computer Equipment	3 Years Straight Line

(g) Work in progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

(h) Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

(i) Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

(j) 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 have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

(k) Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

CGMS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST DECEMBER 2010

2 OPERATING PROFIT/(LOSS)

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

	2010 £	2009 £
Directors' remuneration	-	-
Amortisation of intangible assets	37,200	37,200
Depreciation of owned fixed assets	52,025	87,839
Profit on disposal of fixed assets	(4,009)	-
Auditor's remuneration		
- as auditor	12,000	12,000
Operating lease costs		
- Plant and equipment	111,463	102,468
- Motor vehicles	40,927	47,907

3 PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to

	2010 No	2009 No
Number of staff	70	86

The aggregate payroll costs of the above were

	2010 £	2009 £
Wages and salaries	3,478,882	4,226,793
Social security costs	388,908	439,221
Other pension costs	-	133,707
	<u>3,867,790</u>	<u>4,799,721</u>

4 INTEREST PAYABLE AND SIMILAR CHARGES

	2010 £	2009 £
Interest payable on bank borrowing	22,926	21,531
Other similar charges payable	-	6,434
	<u>22,926</u>	<u>27,965</u>

5 TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2010 £	2009 £
Current tax		
UK Corporation tax based on the results for the year at 22.93% (2009 - 28%)	44,109	(23,645)
Over/under provision in prior year	-	(150)
Total current tax	<u>44,109</u>	<u>(23,795)</u>

CGMS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST DECEMBER 2010

5 TAXATION ON ORDINARY ACTIVITIES *(continued)*

(b) Factors affecting current tax charge

The tax assessed on the profit/(loss) on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 22 93% (2009 - 28%)

	2010 £	2009 £
Profit/(loss) on ordinary activities before taxation	<u>151,133</u>	<u>(142,530)</u>
Profit/(loss) on ordinary activities by rate of tax	34,655	(39,908)
Expenses not deductible for tax purposes	2,941	7,330
Depreciation for period in excess of capital allowances	6,513	8,933
Adjustment to tax charge in respect of previous periods	-	(150)
Total current tax (note 5(a))	<u>44,109</u>	<u>(23,795)</u>

6 INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1st January 2010 and 31st December 2010	<u>485,000</u>
AMORTISATION	
At 1st January 2010	410,600
Charge for the year	<u>37,200</u>
At 31st December 2010	<u>447,800</u>
NET BOOK VALUE	
At 31st December 2010	<u>37,200</u>
At 31st December 2009	<u>74,400</u>

7. TANGIBLE FIXED ASSETS

	Leasehold Property Improvements £	Plant & Machinery £	Fixtures & Fittings £	Equipment £	Total £
COST					
At 1 January 2010	120,937	67,491	277,490	268,437	734,355
Additions	-	-	-	526	526
At 31 December 2010	<u>120,937</u>	<u>67,491</u>	<u>277,490</u>	<u>268,963</u>	<u>734,881</u>
DEPRECIATION					
At 1 January 2010	102,915	62,594	224,366	252,531	642,406
Charge for the year	14,289	4,376	20,741	12,619	52,025
At 31 December 2010	<u>117,204</u>	<u>66,970</u>	<u>245,107</u>	<u>265,150</u>	<u>694,431</u>
NET BOOK VALUE					
At 31 December 2010	<u>3,733</u>	<u>521</u>	<u>32,383</u>	<u>3,813</u>	<u>40,450</u>
At 31 December 2009	<u>18,022</u>	<u>4,897</u>	<u>53,124</u>	<u>15,906</u>	<u>91,949</u>

CGMS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST DECEMBER 2010

8 STOCKS

	2010 £	2009 £
Work in progress	<u>288,274</u>	<u>340,501</u>

9. DEBTORS

	2010 £	2009 £
Trade debtors	1,675,031	1,378,623
Corporation tax repayable	-	16,281
Other debtors	31,498	35,676
Prepayments and accrued income	178,967	176,218
	<u>1,885,496</u>	<u>1,606,798</u>

10 CREDITORS: Amounts falling due within one year

	2010 £	2009 £
Overdrafts	147,779	504,551
Trade creditors	934,595	733,564
Amounts owed to group undertakings	66,268	40,999
Corporation tax	44,109	-
PAYE and social security	136,044	116,402
VAT	108,248	239,992
Other creditors	17,043	9,627
Accruals and deferred income	394,322	153,975
	<u>1,848,408</u>	<u>1,799,110</u>

The bank overdraft has been secured by the company

11. COMMITMENTS UNDER OPERATING LEASES

At 31st December 2010 the company had annual commitments under non-cancellable operating leases as set out below

	2010		2009	
	Land and buildings £	Other Items £	Land and buildings £	Other Items £
Operating leases which expire				
Within 1 year	31,248	32,049	-	1,927
Within 2 to 5 years	<u>279,900</u>	<u>202,987</u>	<u>339,010</u>	<u>227,352</u>
	<u>311,148</u>	<u>235,036</u>	<u>339,010</u>	<u>229,279</u>

12 SHARE CAPITAL

Authorised share capital

	2010 £	2009 £
225,000 Ordinary shares of £1 each	225,000	225,000
150,000 Undesignated shares of £1 each	150,000	150,000
	<u>375,000</u>	<u>375,000</u>

Allotted, called up and fully paid

	2010		2009	
	No	£	No	£
115,000 Ordinary shares (2009 - 114,000) of £1 each	<u>115,000</u>	<u>115,000</u>	<u>114,000</u>	<u>114,000</u>

CGMS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST DECEMBER 2010

13. SHARE PREMIUM ACCOUNT

	2010 £	2009 £
Balance brought forward	18,000	18,000
Premium on shares issued in the year	4,000	—
Balance carried forward	<u>22,000</u>	<u>18,000</u>

14. CAPITAL REDEMPTION RESERVE

	2010 £	2009 £
Capital redemption reserve	<u>139,000</u>	<u>139,000</u>

15. PROFIT AND LOSS ACCOUNT

	2010 £	2009 £
Balance brought forward	161,506	280,241
Profit/(loss) for the financial year	107,024	(118,735)
Balance carried forward	<u>268,530</u>	<u>161,506</u>

16. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2010 £		2009 £
Profit/(Loss) for the financial year		107,024	(118,735)
New equity share capital subscribed	1,000	—	—
Premium on new share capital subscribed	<u>4,000</u>	—	—
		<u>5,000</u>	—
Net addition/(reduction) to shareholders' funds		112,024	(118,735)
Opening shareholders' funds		<u>432,506</u>	<u>551,241</u>
Closing shareholders' funds		<u>544,530</u>	<u>432,506</u>

17. ULTIMATE PARENT COMPANY

The company's ultimate holding company is CgMs Holdings Limited, a company incorporated in England and Wales