

COMPANY REGISTRATION NUMBER 03772306

Studio 2 Photography Limited
Abbreviated Financial Statements
The Year Ended 30 September 2007



BEEVER AND STRUTHERS

Chartered Accountants
St George's House
215 - 219 Chester Road
Manchester
M15 4JE

Studio 2 Photography Limited

Abbreviated Accounts

Year Ended 30 September 2007

Contents	Pages
Abbreviated Balance Sheet	1 to 2
Notes to the Abbreviated Accounts	3 to 6

Studio 2 Photography Limited

Abbreviated Balance Sheet

30 September 2007

		2007		2006	
	Note	£	£	£	£
Fixed assets	2				
Tangible assets			24,925		36,925
Current assets					
Stocks		4,500		3,283	
Debtors		151,703		111,157	
Cash at bank and in hand		773		7	
		<u>156,976</u>		<u>114,447</u>	
Creditors: Amounts Falling due Within One Year	3	<u>111,418</u>		<u>77,362</u>	
Net current assets			<u>45,558</u>		<u>37,085</u>
Total assets less current liabilities			<u>70,483</u>		<u>74,010</u>
Creditors. Amounts Falling due after More than One Year			<u>-</u>		<u>2,795</u>
			<u>70,483</u>		<u>71,215</u>
Capital and reserves					
Called-up equity share capital	6	1,000		1,000	
Share premium account		170		170	
Profit and loss account		69,313		70,045	
Shareholders' funds		<u>70,483</u>		<u>71,215</u>	

The Balance sheet continues on the following page.

The notes on pages 3 to 6 form part of these abbreviated accounts

Studio 2 Photography Limited

Abbreviated Balance Sheet *(continued)*

30 September 2007

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act

The directors acknowledge their responsibilities for

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 financial statements, so far as applicable to the company

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

These abbreviated accounts were approved by the directors and authorised for issue on ~~28 July 2008~~ and are signed on their behalf by



B A Mannheim

The notes on pages 3 to 6 form part of these abbreviated accounts

Studio 2 Photography Limited

Notes to the Abbreviated Accounts

Year Ended 30 September 2007

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 January 2005)

Turnover

The turnover shown in the profit and loss account represents goods and services provided during the year, exclusive of Value Added Tax

In respect of contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of contracts for on-going services is recognised by reference to the stage of completion

Fixed Assets

All fixed assets are initially recorded at cost

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

Equipment	33 3% reducing balance
-----------	------------------------

The accounting policy has been changed from 25% on cost to 33 3% reducing balance to more accurately reflect the useful life of the equipment. As a result, the depreciation charge for the year is £12,300 compared to £19,175 had the previous policy been applied

Work in Progress

Work in progress is valued on the basis of sales value, therefore an element of profit is included based on the level of completion of the contract. Provision is made for any foreseeable losses where appropriate

Hire Purchase Agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis

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

Studio 2 Photography Limited

Notes to the Abbreviated Accounts

Year Ended 30 September 2007

1. Accounting Policies *(continued)*

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, with the following exceptions

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

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.

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.

Studio 2 Photography Limited

Notes to the Abbreviated Accounts

Year Ended 30 September 2007

2. Fixed Assets

	Tangible Assets £
Cost	
At 1 October 2006	149,632
Additions	300
At 30 September 2007	<u>149,932</u>
Depreciation	
At 1 October 2006	112,707
Charge for year	12,300
At 30 September 2007	<u>125,007</u>
Net book value	
At 30 September 2007	<u>24,925</u>
At 30 September 2006	<u>36,925</u>

3. Creditors: Amounts Falling due Within One Year

The following liabilities disclosed under creditors falling due within one year are secured by the company

	2007 £	2006 £
Bank loans and overdrafts	<u>24,193</u>	<u>23,701</u>

4. Transactions With the Directors

Included in other debtors is £4,142 owed by P A Brown, a director of the company This was the maximum balance due during the year No interest has been charged on this balance

Studio 2 Photography Limited

Notes to the Abbreviated Accounts

Year Ended 30 September 2007

5. Related Party Transactions

The Studio (Manchester) Limited is a related party by virtue of common directorship. The following transactions took place with The Studio (Manchester) Limited during the year:

	2007	2006
	£	£
Purchases	1,639	17,674
Rental Charges	31,200	31,200
Management Charges	3,000	6,600
Sales	587	9,230

All terms of trade are on a normal commercial basis. Included within trade creditors is £25,961 (2006 - £17,296) owed to The Studio (Manchester) Limited. Last year, there was also an amount of £11,065 included within trade debtors as being due from The Studio (Manchester) Limited.

6. Share Capital

Authorised share capital:

	2007	2006
	£	£
20,000 Ordinary shares of £1 each	<u>20,000</u>	<u>20,000</u>

Allotted, called up and fully paid.

	2007		2006
	No	£	No
	1,000	1,000	1,000
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

7. Overall Control

In the opinion of the directors, the company is under no overall control.