

**MAGNOLIA UK SERVICES LIMITED**

**FINANCIAL STATEMENTS**

**FOR THE**

**YEAR ENDED 30 APRIL 2010**



# **MAGNOLIA UK SERVICES LIMITED**

## **COMPANY INFORMATION**

**DIRECTOR** Nik Gornall

**SECRETARY** Teresa Gornall

**REGISTERED OFFICE** Elsinore House, Buckingham Street, Aylesbury HP20 2NQ

**REGISTERED NUMBER** 3997525

**ACCOUNTANTS** Account Direct Limited  
Elsinore House  
43 Buckingham Street  
Aylesbury  
HP20 2NQ

# MAGNOLIA UK SERVICES LIMITED

## REPORT OF THE DIRECTOR

The director presents his report with the financial statements of the company for the year ended 30 April 2010

### PRINCIPAL ACTIVITY

The principal activity of the company is that of computer consultancy and photography services

### DIRECTOR

The director of the company in office during the year and his beneficial interests in the issued share capital were as follows

| Name        | Class of Capital           | 2010 | 2009 |
|-------------|----------------------------|------|------|
| Nik Gornall | Ordinary shares of £1 each | 2    | 2    |

### DIRECTOR'S RESPONSIBILITY

Company Law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of the company and of the profit or loss of the company for that year. In preparing those financial statements, the director is 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 assume that the company will continue in business

The director is responsible for keeping proper accounting records which enables him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

### BASIS OF PREPARATION

In preparing this report, the director has taken advantage of special provisions applicable to companies subject to the small companies regime.

  
(Nik Gornall)

Director

Dated 12/11/2010

# MAGNOLIA UK SERVICES LIMITED

## PROFIT & LOSS ACCOUNT YEAR ENDED 30 APRIL 2010

|  | Notes | 2010<br>£     | 2009<br>£     |
|--|-------|---------------|---------------|
| TURNOVER                                       | 2     | <u>73,720</u> | <u>81,639</u> |
| GROSS PROFIT                                   |       | <u>73,720</u> | <u>81,639</u> |
| Administrative Expenses                        |       | <u>34,319</u> | <u>32,425</u> |
| OPERATING PROFIT                               |       | <u>39,401</u> | <u>49,214</u> |
| Net Interest                                   |       | <u>3,390</u>  | <u>1,776</u>  |
| PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION  |       | <u>42,791</u> | <u>50,990</u> |
| Tax on profit on ordinary activities           | 3     | <u>8,425</u>  | <u>10,741</u> |
| PROFIT FOR THE FINANCIAL PERIOD AFTER TAXATION |       | <u>34,366</u> | <u>40,249</u> |

### CONTINUING OPERATIONS

Turnover and operating profit is derived wholly from continuing operations

### TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profit for the above financial periods

# MAGNOLIA UK SERVICES LIMITED

## BALANCE SHEET AS AT 30 APRIL 2010

|  | Notes | 2010<br>£      | £              | 2009<br>£      | £             |
|--|-------|----------------|----------------|----------------|---------------|
| <b>FIXED ASSETS</b>                                  |       |                |                |                |               |
| Tangible Assets                                      | 4     |                | <b>2,680</b>   |                | 669           |
| <b>CURRENT ASSETS</b>                                |       |                |                |                |               |
| Debtors  | 5     | <b>8,754</b>   |                | 8,249          |               |
| Cash at Bank   |       | <b>118,871</b> |                | <b>99,443</b>  |               |
|  |       | <b>127,625</b> |                | <b>107,692</b> |               |
| <b>CREDITORS</b> Amounts falling due within one year | 6     | <b>11,468</b>  |                | <b>13,985</b>  |               |
| <b>NET CURRENT ASSETS</b>                            |       |                | <b>116,157</b> |                | 93,707        |
| <b>PROVISIONS FOR LIABILITIES AND CHARGES</b>        |       |                |                |                |               |
| Deferred Taxation                                    | 3     | <b>(595)</b>   |                |                | 0             |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>         |       |                | <b>118,242</b> |                | <b>94,376</b> |
| <b>CAPITAL AND RESERVES</b>                          |       |                |                |                |               |
| Called up Share Capital                              | 7     |                | <b>2</b>       |                | 2             |
| Profit and Loss Account                              | 8     |                | <b>118,240</b> |                | <b>94,374</b> |
| Shareholder's Funds                                  | 9     |                | <b>118,242</b> |                | <b>94,376</b> |

### EXEMPTION FROM AUDIT

For the year ended 30 April 2010 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies

These accounts have been delivered in accordance with the provisions applicable to companies subject to the small companies regime

### Director's responsibilities

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006,

The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts

### REDUCED DISCLOSURE ALLOWED FOR SMALL COMPANIES

In preparing these financial statements the director has taken advantage of the United Kingdom Financial Reporting Standard for Smaller Entities (Effective 6 April 2008), and has done so on the grounds that, in his opinion, the company qualifies as a small company

These financial statements were approved on 12/11/2010



( Nik Gornall )

Director

# **MAGNOLIA UK SERVICES LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 30 APRIL 2010**

### **1 ACCOUNTING POLICIES**

#### **Accounting convention**

The financial statements have been prepared under the historical cost convention as modified by the re-valuation of certain fixed assets and in accordance with the Financial Reporting Standard for Smaller Entities effective 6 April 2008

The principal accounting policies are set out below

#### **Turnover**

Turnover represents gross invoiced sales of service, plus work in progress for which the company has a right to receive consideration, less value added tax paid at the appropriate percentage under the Flat Rate VAT Scheme

#### **Depreciation**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

|                    |             |
|--------------------|-------------|
| Computer equipment | 33% on cost |
| Other assets       | 33% on cost |

#### **Deferred Taxation**

The company provides for deferred taxation in respect of all unreversed differences arising between accounting and taxable profits. No provision is made for taxation on permanent differences or on revaluation of fixed assets, except where there is a binding contract for sale at the year end and the asset has been revalued to selling price

## 2 TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The turnover and profit before taxation are attributable to the one principal activity of the company. The profit on ordinary activities is stated after

|   | 2010   | 2009   |
|---|--------|--------|
|   | £      | £      |
| Depreciation  | 1,649  | 429    |
| Director's emoluments                                       | 27,000 | 27,000 |
| During the period 1 director received emoluments (2009 - 1) |        |        |

## 3 TAX ON PROFIT ON ORDINARY ACTIVITIES

The tax charge is based on the profit for the year and represents

|                   | 2010         | 2009          |
|-------------------|--------------|---------------|
|                   | £            | £             |
| Corporation Tax   | 7,823        | 10,611        |
| Deferred Taxation | 602          | 130           |
|                   | <u>8,425</u> | <u>10,741</u> |

Deferred Taxation is a provision for Corporation Tax on the timing difference between accounting and tax treatment of depreciation on fixed assets

## 4 TANGIBLE FIXED ASSETS

|                                    | Computer<br>equipment<br>£ | Office<br>equipment<br>£ | Other<br>assets<br>£ | Total<br>£     |
|------------------------------------|----------------------------|--------------------------|----------------------|----------------|
| <b>Cost</b>                        |                            |                          |                      |                |
| As at 1 May 2009                   | 5,800                      | 1,300                    | 0                    | 7,100          |
| Additions                          | 852                        | 0                        | 2,808                | 3,660          |
| Disposals                          | 0                          | 0                        | 0                    | 0              |
| As at 30 April 2010                | <u>6,652</u>               | <u>1,300</u>             | <u>2,808</u>         | <u>10,760</u>  |
| <b>Depreciation</b>                |                            |                          |                      |                |
| As at 1 May 2009                   | (5,131)                    | (1,300)                  | 0                    | (6,431)        |
| Provided in the year               | (713)                      | 0                        | (936)                | (1,649)        |
| Disposals                          | 0                          | 0                        | 0                    | 0              |
| As at 30 April 2010                | <u>(5,844)</u>             | <u>(1,300)</u>           | <u>(936)</u>         | <u>(8,080)</u> |
| Net book value as at 30 April 2010 | <u>808</u>                 | <u>0</u>                 | <u>1,872</u>         | <u>2,680</u>   |
| Net book value as at 30 April 2009 | <u>669</u>                 | <u>0</u>                 | <u>0</u>             | <u>669</u>     |

## 5 DEBTORS

|   | 2010         | 2009         |
|---|--------------|--------------|
|   | £            | £            |
| Trade debtors                                   | 8,636        | 6,843        |
| Work completed awaiting invoicing at period end | 0            | 1,400        |
| Other debtors                                   | 118          | 0            |
| Deferred Taxation                               | 0            | 6            |
|   | <u>8,754</u> | <u>8,249</u> |

Other debtors includes the overdrawn balance on the Director's Loan Account of £ 118 (2009 £ NIL)

## 6 CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

|                                 | 2010          | 2009          |
|---------------------------------|---------------|---------------|
|                                 | £             | £             |
| Corporation tax                 | 7,823         | 10,611        |
| Social security and other taxes | 3,645         | 3,150         |
| Other creditors                 | 0             | 209           |
| Accruals                        | 0             | 15            |
|                                 | <u>11,468</u> | <u>13,985</u> |



## 7 SHARE CAPITAL

|                                    | 2010<br>£    | 2009<br>£    |
|------------------------------------|--------------|--------------|
| Authorised                         |              |              |
| Ordinary shares of £1 each         | <u>1,000</u> | <u>1,000</u> |
|                                    | <u>1,000</u> | <u>1,000</u> |
| Allotted, called up and fully paid |              |              |
| 2 Ordinary shares of £1 each       | <u>2</u>     | <u>2</u>     |
|                                    | <u>2</u>     | <u>2</u>     |

## 8 MOVEMENT IN RESERVES

|                                  | 2010<br>£      | 2009<br>£      |
|----------------------------------|----------------|----------------|
| Profit and Loss Account          |                |                |
| As at 01 May 2009                | <b>94,374</b>  | 72,625         |
| Profit for period after taxation | <b>34,366</b>  | 40,249         |
|                                  | <u>128,740</u> | <u>112,874</u> |
| Dividends Paid                   | <b>10,500</b>  | 18,500         |
|                                  | <u>118,240</u> | <u>94,374</u>  |
| As at 30 April 2010              |                |                |

## 9 MOVEMENT IN SHAREHOLDER'S FUNDS

|                                  | 2010<br>£      | 2009<br>£     |
|----------------------------------|----------------|---------------|
| Profit for period after taxation | <b>34,366</b>  | 40,249        |
| Dividends Paid                   | <b>10,500</b>  | 18,500        |
|                                  | <u>23,866</u>  | <u>21,749</u> |
| Opening shareholder's funds      | <b>94,376</b>  | 72,627        |
|                                  | <u>118,242</u> | <u>94,376</u> |
| Closing shareholders' funds      |                |               |

## 10 ULTIMATE CONTROL OF THE COMPANY

The company is controlled by the director named on the Report of the Director on page 2