# **JAMES MERCER LIMITED UNAUDITED ABBREVIATED ACCOUNTS FOR 31 DECEMBER 2008**

# **CHALMERS HB LIMITED**

**Chartered Accountants** 20 Chamberlain St Wells Somerset BA5 2PF



07/05/2009 COMPANIES HOUSE

# ABBREVIATED ACCOUNTS

# YEAR ENDED 31 DECEMBER 2008

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# **ABBREVIATED BALANCE SHEET**

# **31 DECEMBER 2008**

		2008		2007
	Note	£	£	£
FIXED ASSETS	2			
Intangible assets			2,700	3,600
Tangible assets			3,076	4,107
			5,776	7,707
CURRENT ASSETS				<del></del>
Stocks		1,150		3,700
Debtors		1,936		3,977
Cash at bank and in hand		2,422		250
		5,508		7,927
CREDITORS: Amounts falling due within one y	ear	10,806		15,613
NET CURRENT LIABILITIES			(5,298)	(7,686)
TOTAL ASSETS LESS CURRENT LIABILITI	ES		478	21

The Balance sheet continues on the following page.

The notes on page 1 form part of these abbreviated accounts.

#### ABBREVIATED BALANCE SHEET (continued)

### **31 DECEMBER 2008**

		2008	2007
	Note	£	£
CAPITAL AND RESERVES			
Called-up equity share capital	3	1	1
Profit and loss account		477	20
SHAREHOLDERS' FUNDS		478	21

The director is 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 director acknowledges his responsibility 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 and signed by the director and authorised for issue on

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The notes on page 2 form part of these abbreviated accounts.

### NOTES TO THE ABBREVIATED ACCOUNTS

### YEAR ENDED 31 DECEMBER 2008

#### 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 2007).

#### Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year.

In respect of long-term contracts and 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 long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

#### 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

amortised over ten years

#### **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 & Tools

depreciated at 20% reducing balance

Motor Vehicles

depreciated at 25% reducing balance

Computer Equipment

depreciated at 33% reducing balance

### Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

#### Work in progress

Work in progrss 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 progrss.

# NOTES TO THE ABBREVIATED ACCOUNTS

### YEAR ENDED 31 DECEMBER 2008

### 1. ACCOUNTING POLICIES (continued)

### 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.

### 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.

### 2. FIXED ASSETS

	Intangible Assets £	Tangible Assets £	Total £
COST			
At 1 January 2008 and 31 December 2008	9,000	10,187	19,187
DEPRECIATION			
At 1 January 2008	5,400	6,080	11,480
Charge for year	900	1,031	1,931
At 31 December 2008	6,300	7,111	13,411
NET BOOK VALUE			
At 31 December 2008	2,700	3,076	5,776
At 31 December 2007	3,600	4,107	7,707

# NOTES TO THE ABBREVIATED ACCOUNTS

# YEAR ENDED 31 DECEMBER 2008

# 3. SHARE CAPITAL

Authorised share capital:

10,000 Ordinary shares of £1 each			2008 £ 10,000	2007 £ 10,000
Allotted, called up and fully paid:				
	2008		2007	
	No	£	No	£
Ordinary shares of £1 each	1	1	1	1
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