

**Registration number 05122429**

**Applied Language Solutions Limited**

**Abbreviated accounts**

**for the year ended 31 May 2006**

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# **Applied Language Solutions Limited**

## **Contents**

	<b>Page</b>
Abbreviated balance sheet	<b>1 - 2</b>
Notes to the financial statements	<b>3 - 5</b>

**Applied Language Solutions Limited**

**Abbreviated balance sheet  
as at 31 May 2006**

		<b>2006</b>		<b>2005</b>	
	<b>Notes</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Fixed assets</b>					
Intangible assets	<b>2</b>		55,200		57,600
Tangible assets	<b>2</b>		24,836		11,619
			<u>80,036</u>		<u>69,219</u>
<b>Current assets</b>					
Debtors		268,168		186,138	
Cash at bank and in hand		107,532		25,179	
		<u>375,700</u>		<u>211,317</u>	
<b>Creditors: amounts falling due within one year</b>		<u>(358,161)</u>		<u>(193,290)</u>	
<b>Net current assets</b>			<u>17,539</u>		<u>18,027</u>
<b>Total assets less current liabilities</b>			<u>97,575</u>		<u>87,246</u>
<b>Net assets</b>			<u><u>97,575</u></u>		<u><u>87,246</u></u>
<b>Capital and reserves</b>					
Called up share capital	<b>3</b>		100		100
Profit and loss account			97,475		87,146
<b>Shareholders' funds</b>			<u><u>97,575</u></u>		<u><u>87,246</u></u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet

**The notes on pages 3 to 5 form an integral part of these financial statements.**

**Applied Language Solutions Limited**

**Abbreviated balance sheet (continued)**

**Directors' statements required by Section 249B(4)  
for the year ended 31 May 2006**

In approving these abbreviated accounts as directors of the company we hereby confirm

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ,

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 May 2006 and

(c) that we acknowledge our responsibilities for

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 and the Financial Reporting Standard for Smaller Entities (effective January 2005) relating to small companies

The abbreviated accounts were approved by the Board on 18 July 2007 and signed on its behalf by



**Mr C Phelan**  
**Director**

**The notes on pages 3 to 5 form an integral part of these financial statements.**

## Applied Language Solutions Limited

### Notes to the abbreviated financial statements for the year ended 31 May 2006

#### 1. Accounting policies

##### 1.1. Accounting convention

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

##### 1.2. Changes in accounting policy

In preparing the financial statements for the current year, the company has adopted the following standards

*Financial Reporting Standard for Smaller Entities (effective January 2005) (FRSSE)*

The new FRSSE requires that equity dividends are shown as a direct reduction of the retained profits, rather than of the profits for the period

The effects of adopting this standard have been as follows

##### Profit and Loss Account:

	2006	2005
	£	£
Profit/(loss) for the year as previously stated	10,329	87,146
Dividends paid during the year	27,800	6,667
Profit for the year as restated	<u>38,129</u>	<u>93,813</u>

There have been no changes to the Balance Sheet

##### 1.3. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year

##### 1.4. Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 25 years

##### 1.5. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows

Fixtures, fittings and equipment	- 15% reducing balance
Computer Equipment	- 40% reducing balance

# Applied Language Solutions Limited

## Notes to the abbreviated financial statements for the year ended 31 May 2006

.... continued

### 1.6. Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

### 1.7. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

### 1.8. Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Profit and Loss account.

### 1.9. Financial instruments

Financial instruments are classified and accounted for, according to the substance of contractual arrangement, as either financial assets, financial liabilities or equity instruments, as defined in FRS 25, Financial Instruments: Disclosure and Presentation. 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 fixed assets £	Total £
<b>Cost</b>			
At 1 June 2005	60,000	17,699	77,699
Additions	-	20,552	20,552
At 31 May 2006	60,000	38,251	98,251
<b>Depreciation and Provision for diminution in value</b>			
At 1 June 2005	2,400	6,080	8,480
Charge for year	2,400	7,335	9,735
At 31 May 2006	4,800	13,415	18,215
<b>Net book values</b>			
At 31 May 2006	55,200	24,836	80,036
At 31 May 2005	57,600	11,619	69,219

**Applied Language Solutions Limited**

**Notes to the abbreviated financial statements  
for the year ended 31 May 2006**

continued

<b>3. Share capital</b>	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
<b>Authorised</b>		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
<b>Allotted, called up and fully paid</b>		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
<b>Equity Shares</b>		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>