

COMPANY REGISTRATION NUMBER 05134877

NETPRACTISE LIMITED
FINANCIAL STATEMENTS

30th APRIL 2012

WEDNESDAY



A20702B6

A22

16/01/2013

#87

COMPANIES HOUSE

NETPRACTISE LIMITED
FINANCIAL STATEMENTS

YEAR ENDED 30th APRIL 2012

CONTENTS	PAGE
Officers and professional advisers	1
The directors' report	2 - 3
Profit and loss account	4
Balance sheet	5
Notes to the financial statements	6 - 11

NETPRACTISE LIMITED
OFFICERS AND PROFESSIONAL ADVISORS

The board of directors	Kevin Cooke Antony Stokes Kevin Taylor Fraser Hamilton	Resigned 31st December 2011
Company Secretary	Kevin Cooke	
Registered Office	2 Marine Studios Burton Waters Lincoln LN1 2WN	
Bankers	Barclays Bank plc City Office Park Tritton Road Lincoln LN6 7AR HSBC Bank plc 221 High Street Lincoln Lincolnshire LN1 1TS	

NETPRACTISE LIMITED
THE DIRECTORS' REPORT
YEAR ENDED 30th APRIL 2012

The directors present the report and the financial statements of the company for the year ended 30th April 2012

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the Company during the year was the supply, installation, and integration of audio visual solutions, including multi-media solutions, development and consultancy

The year saw a decrease in turnover which decreased from £2,313,261 (15 months) to £2,021,093 (12 months) (a decrease of 12.6%). If the turnover for 2011 was restated to 12 months then an increase in turnover would have been recorded of 9.2%. Profit on ordinary activities before taxation increased from £103,875 to £106,134. The board considers that these are the key performance indicators of the Company and that the results represent a satisfactory outcome for the year considering the difficult economic climate which has prevailed.

The market for audio visual and multi media products has continued to be difficult and the board has continued its strategy of building its network of partners and providing bespoke solutions to those partners. The Company is targeting increased growth for next year.

The board is aware that the principal risk to the Company is the recent economic downturn and that this is likely to continue to have an impact on the performance of the Company over the next twelve months. The Company is continuing its established business strategy but is cognisant that growth will be steady over the next twelve months rather than dramatic. The board feels that the Company has the ability to ride out the effects of the economic downturn and be in a strong position to take advantage of the economic upturn when it arrives.

The core business of the Company will remain that of designing and implementing solutions for the multi media and audio visual markets.

RESULTS AND DIVIDENDS

The profit for the year, after a provision for taxation, amounted to £86,134. The directors have not recommended a dividend.

DIRECTORS

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

K Cooke
AK Stokes
KD Taylor
FA Hamilton resigned 31st December 2011

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 year. 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;

state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

NETPRACTISE LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 30th APRIL 2012

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. The directors acknowledge their responsibility for complying with the requirements of the Companies Act 2006.

These Accounts have been delivered in accordance with the provisions applicable to companies subject to the small companies regime. For the year ended 30th April 2012 the Company was entitled to exemption from audit under section 477 (2) of the Companies Act 2006. The members have not required the Company to obtain an audit in accordance with section 476 of the Companies Act 2006.

Registered office
2 Manne Studios
Burton Waters
Lincoln
LN1 2WN

Signed by order of the directors



K COOKE
Company Secretary

Approved by the directors on

17th October 2012

NETPRACTISE LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 30th APRIL 2012

	Note	2012 (12 months) £	2011 (15 months) £
TURNOVER		2,021,093	2,313,261
Cost of sales		<u>1,402,220</u>	<u>1,516,819</u>
GROSS PROFIT		618,873	796,442
Distribution Costs		353,332	397,867
Administrative expenses		<u>121,593</u>	<u>147,114</u>
OPERATING PROFIT	2	143,948	251,461
Management fees paid to parent company		(36,000)	(147,500)
Interest receivable		0	0
Interest payable and similar charges	3	<u>(1,814)</u>	<u>(86)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		106,134	103,875
Tax on profit on ordinary activities	4	<u>20,000</u>	<u>(1,222)</u>
PROFIT FOR THE FINANCIAL YEAR		<u>86,134</u>	<u>105,097</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 11 form part of these financial statements

NETPRACTISE LIMITED

BALANCE SHEET

30th APRIL 2012

	Notes	£	2012 £	£	2011 £
FIXED ASSETS					
Intangible Assets	5		135,625		143,125
Tangible Assets	6		<u>2,071</u>		<u>4,974</u>
			137,696		148,099
CURRENT ASSETS					
Stocks	7	44,000		42,782	
Debtors	8	795,860		652,662	
Cash at bank		<u>7,117</u>		<u>31,018</u>	
		846,977		726,462	
CREDITORS Amounts falling due within one year	9	<u>671,188</u>		<u>647,210</u>	
NET CURRENT ASSETS			<u>175,789</u>		<u>79,252</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>313,485</u>		<u>227,351</u>
CAPITAL AND RESERVES					
Called-up equity share capital	10		150		150
Profit and loss account	11		<u>313,335</u>		<u>227,201</u>
SHAREHOLDERS' FUNDS	12		<u>313,485</u>		<u>227,351</u>

For the year ended 30th April 2012 the Company was entitled to exemption from Audit under section 477(2) of the Companies Act 2006

No members have required the Company to obtain an audit of it's accounts for the year in question in accordance with section 476 of the Companies Act 2006

The directors acknowledge their responsibility for

- i) Ensuring the Company keeps accounting records which comply with section 386, and
- ii) Preparing accounts which give a true and fair view of the state of affairs of the Company as at the end of it's profit and loss for the financial year in accordance with section 393, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the Company

These financial statements were approved by the directors and authorised for issue on and are signed on their behalf by

17th October 2012

K Cooke
Director

K D Taylor
Director

Company Registration Number 05134877

The notes on pages 6 to 11 form part of these financial statements

NETPRACTISE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30th APRIL 2012

ACCOUNTING POLICIES

1 Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of financial instruments and in accordance with applicable accounting standards

Turnover

Turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of VAT, adjusted for accruals and prepayments
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

Research and development

Research and development expenditure is written off in the year in which it is incurred

Intellectual property

Purchased intellectual property is capitalised at cost. It is reviewed for impairment at the end of the first full financial year following each acquisition and subsequently as and when necessary if circumstances emerge that indicate that the carrying value may not be recoverable

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

Intellectual Property Rights - 5% on cost

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

Fixtures & Fittings	10% - 50% on cost
Motor Vehicles	25% on cost
Computer Equipment	25% - 50% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items, on a first in first out basis

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 year of the lease

NETPRACTISE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30th APRIL 2012

ACCOUNTING POLICIES *continued*

1 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 years in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

Foreign currencies

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the date when the fair value was determined. Non-monetary items that are measured at historical cost in a foreign currency are not retranslated.

Exchange differences arising on the settlement of monetary items and on the retranslation of monetary items are taken to the profit and loss account. Exchange differences arising on non-monetary items, carried at fair value, are included in the profit and loss account, except for the differences arising on the retranslation of non-monetary items in respect of which gains and losses are recorded in equity. For such non-monetary items, any exchange component of that gain or loss is also recognised directly in equity.

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.

Trade and other debtors

Trade and other debtors are recognised and carried forward at invoiced amounts less provisions for any doubtful debts. Bad debts are written off when identified.

Cash and cash equivalents

Cash and cash equivalents are included in the balance sheet at cost. Cash and cash equivalents comprise cash at bank and in hand and short term deposits with an original maturity of three months or less.

Interest-bearing loans and borrowings

All loans and borrowings are recognised initially at cost, which is the fair value of the consideration received, net of issue costs associated with the borrowing.

After initial recognition, interest-bearing loans and borrowings are measured at amortised cost using the effective interest method. Gains or losses are recognised in the profit and loss account when liabilities are derecognised or impaired, as well as through the amortisation process.

NETPRACTISE LIMITED
NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30th APRIL 2012

	2012 £	2011 £
2 OPERATING PROFIT		
Operating profit is stated after charging		
Depreciation of owned fixed assets	11,690	13,032
Operating lease costs	<u>37,350</u>	<u>24,316</u>
3 INTEREST PAYABLE AND SIMILAR CHARGES		
Interest payable on bank borrowing	<u>1,814</u>	<u>86</u>
4 TAXATION ON ORDINARY ACTIVITIES		
Over provision in prior years	0	(6,381)
Deferred tax	<u>20,000</u>	<u>5,159</u>
5 INTANGIBLE FIXED ASSETS		
	Software Development	
	£	
COST		
At 1st May 2011		150,000
Additions		<u>0</u>
At 30th April 2012		<u>150,000</u>
AMORTISATION		
At 1st May 2011		6,875
Provided in the year		<u>7,500</u>
At 30th April 2012		<u>14,375</u>
NET BOOK VALUE		
At 30th April 2012		<u>135,625</u>
At 1st May 2011		<u>143,125</u>

NETPRACTISE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30th APRIL 2012

6 TANGIBLE FIXED ASSETS

	<u>Office Equipment</u> £	<u>Fixtures & Fittings</u> £	<u>Computer Equipment</u> £	<u>Total</u> £
COST				
At 1st May 2011	7,951	13,834	3,261	25,046
Additions	0	0	1,287	1,287
Disposals	0	(13,834)	0	(13,834)
At 30th April 2012	7,951	0	4,548	12,499
DEPRECIATION				
At 1st May 2011	6,761	10,873	2,438	20,072
Charge for this year	298	2,961	931	4,190
Disposals	0	(13,834)	0	(13,834)
At 30th April 2012	7,059	0	3,369	10,428
NET BOOK VALUE				
At 30th April 2012	892	0	1,179	2,071
At 1st May 2011	1,190	2,961	823	4,974

	2012 £	2011 £
7 STOCKS AND WORK IN PROGRESS		
Work in Progress	0	0
Finished Goods	<u>44,000</u>	<u>42,782</u>
	44,000	42,782
8 DEBTORS		
Trade Debtors	711,738	501,488
Amounts owed by group undertakings	0	11,935
Directors' loan accounts	0	0
Prepayments and accrued income	84,122	129,517
VAT	0	4,566
Deferred taxation	<u>0</u>	<u>5,156</u>
	795,860	652,662

NETPRACTISE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30th APRIL 2012

	2012 £	2011 £
9 CREDITORS Amounts falling due within one year		
Overdraft	56,659	0
Trade creditors	367,322	161,160
Amounts owed to group undertakings	90,449	257,413
Other creditors	21,646	0
Other creditors including taxation and social security		
Corporation tax	20,000	0
PAYE and social security	33,038	20,683
VAT	9,289	0
	<u>598,403</u>	<u>439,256</u>
Accruals and deferred income	<u>72,785</u>	<u>207,954</u>
	<u>671,188</u>	<u>647,210</u>
The following liabilities disclosed under creditors falling within one year are secured by the company		
Overdrafts	<u>56,659</u>	<u>0</u>
10 SHARE CAPITAL		
Authorised share capital		
	2012 £	2011 £
1,000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
	2012 No £	2011 No £
150 shares of £1 each	<u>150 150</u>	<u>150 150</u>
11 PROFIT AND LOSS ACCOUNT		
	2012 £	2011 £
Balance brought forward	227,201	122,104
Profit/(loss) for the financial year	<u>86,134</u>	<u>105,097</u>
	<u>313,335</u>	<u>227,201</u>
12 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS		
Profit/(loss) for the financial year	86,134	105,097
Opening shareholders' funds	<u>227,351</u>	<u>122,254</u>
Closing shareholders' funds	<u>313,485</u>	<u>227,351</u>

NETPRACTISE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30th APRIL 2012

13 PENSIONS

The company has not operated, or contributed to any pension scheme on behalf of its employees

14 CONTINGENCIES

The directors have confirmed that there were no contingent liabilities which should be disclosed at 30th April 2012

15 CAPITAL COMMITMENTS

The directors have confirmed that there were no capital commitments at 30th April 2012

16 ULTIMATE PARENT COMPANY

The ultimate parent company is Contracting Solutions (new media) ltd, a company registered in England which owns 100% of the issued share capital of Netpractise Ltd. The ultimate controlling party is the directors of Contracting Solutions (new media) ltd