

COMPANY REGISTRATION NUMBER 5200268

**SOLITON IT LIMITED**  
**FINANCIAL STATEMENTS**  
**31 AUGUST 2010**



# **SOLITON IT LIMITED**

**31<sup>ST</sup> August 2010**

<b>CONTENTS</b>	<b>PAGE</b>
Directors report	2
Balance sheet	3
Notes to the accounts	4-5
Profit & Loss Account	6

# SOLITON IT LIMITED

31<sup>ST</sup> August 2010

## Directors report 2009/10

I am pleased to report another busy and profitable year. We have won a number of new NHS contracts in the Radiology and Pathology sectors including three more University Hospital Trusts.

Turnover has increased from £716,137 in 2008/9 to £846,122 this year, an increase of 18%. Growth has been consistent with business forecast. Running costs have remained low and salaries have kept pace with inflation.

	<u>2009</u>	<u>2010</u>	<u>Growth %</u>
Turnover	716,137	846,122	18%
Profit before tax	274,394	290,412	6%

In 2009/10 the Company paid a dividend to the shareholders of £200,000.

Maintenance revenue has increased significantly. Five year revenue stream from maintenance and support contracts has grown by 42% to £1.81m.

Once again our **Workflow Manager** product has been very popular, especially in the Radiology sector, this is largely due to the cost savings that can be realized with real-time speech recognition and the benefits that are associated with more efficient workflow and close integration with departmental systems.

Our on-line business for Philips digital dictation hardware has seen substantial growth with sales increasing by 27% to £45,391. This is secondary to our core business and represents 5% of total turnover.

In the year ahead, we will continue to target Radiology, Pathology and other clinical departments with our **Workflow Manager** and **Speech Console** products.

Bob Watson  
Director



Date

25/05/11

# SOLITON IT LIMITED

## BALANCE SHEET

31 August 2010

	Note	2010 £	£	2009 £	£
<b>CURRENT ASSETS</b>					
Cash at bank and in hand		187,595		319,747	
Debtors		269,042		133,748	
Sundry Debtor		7,515		5,110	
		<u>464,152</u>		<u>458,605</u>	
<b>CREDITORS: Amounts falling due within one year</b>					
	1	387,161		411,079	
<b>NET CURRENT ASSETS</b>			<u>76,991</u>		<u>47,526</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>76,991</u>		<u>47,526</u>
<b>CAPITAL AND RESERVES</b>					
Called-up equity share capital	2		2		2
Reserves			47,524		40,753
Profit and loss account			29,465		6,771
<b>SHAREHOLDERS' FUNDS</b>			<u>76,991</u>		<u>47,526</u>

For the year ending 31<sup>st</sup> August 2010 the company was entitled to exemption under section 477 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

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts

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

These accounts give a true and fair view of the state of affairs of the company as at the end of its financial year, and of its profit and loss for the financial year in accordance with the requirements of the Companies Act, so far as applicable to the company

These accounts were approved by the directors on 25/05/11 and are signed on their behalf by



Robert Watson

Director

The notes on page 4 form part of these accounts

# **SOLITON IT LIMITED**

## **NOTES TO THE ACCOUNTS**

**YEAR ENDED 31 August 2010**

### **1. ACCOUNTING POLICIES**

#### **Basis of accounting**

The unaudited financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002)

The principal accounting policies of the company have remained unchanged from the previous year and are set out below

#### **Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax and trade discounts

#### **Depreciation**

Amortisation will be 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

Computer Equipment        -    25% straight line basis

#### **Stocks**

Stock will be valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

#### **Deferred taxation**

Deferred taxation is recognised on all timing differences where the transactions or events that give the company an obligation to pay more tax in the future, or a right to pay less tax in the future, have occurred by the balance sheet date. Deferred tax assets are recognised when it is more likely than not that they will be recovered. Deferred tax is measured using rates of tax that have been enacted or substantively enacted by the balance date.

#### **Foreign currencies**

Monetary assets and liabilities in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

# SOLITON IT LIMITED

## NOTES TO THE ACCOUNTS

YEAR ENDED 31 August 2010

1

<b>Current Liabilities</b>	<b>2010</b>	<b>2009</b>
	£	£
Trade creditors	42,371	14,267
Accruals	173,955	245,273
VAT Liability	69,961	76,353
PAYE	8,997	17,353
Deferred Income	30,880	-
Corporation Tax	60,997	57,623
	<u>387,161</u>	<u>411,079</u>

## 2. SHARE CAPITAL

### Authorised share capital:

	<b>2010</b>	<b>2009</b>
	£	£
2 Ordinary shares of £1 00 each	<u>2.00</u>	<u>2 00</u>

### Allotted, called up and fully paid:

	<b>2010</b>		<b>2009</b>	
	No	£	No	£
Ordinary shares of £1 00 each	<u>2</u>	<u>2.00</u>	<u>2</u>	<u>2 00</u>

# **SOLITON IT LIMITED**

## **PROFIT AND LOSS ACCOUNT**

**YEAR ENDED 31 August 2010**

	<b>2010</b>	<b>2009</b>
<b>Sales</b>	<b>846,122</b>	716,137
<b>C O.S.</b>	<b>252,885</b>	212,091
<b>Overheads</b>		
Salaries/NI	249,635	192,596
Motor Expenses	8,162	8,108
Travel & Entertainment	20,407	16,448
Print & Stationery	6,567	2,903
Professional Fees	2,564	3,999
IT/Computer costs	1,869	488
Bank Charges/Interest	1,586	1,208
Bank interest received	(197)	(669)
General expenses	784	324
Advertising/Promotions	11,398	2,897
Utilities	-	1,250
Donations	-	100
	<b>302,775</b>	<b>229,652</b>
<b>Profit before taxation</b>	<b>290,412</b>	<b>274,394</b>
Corporation tax provision	(60,997)	(57,623)
Dividends	(200,000)	(210,000)
<b>Net Profit</b>	<b>29,465</b>	<b>6,771</b>