

# **CORMACK & FRANKLIN TREE CARE LIMITED**

**UNAUDITED FINANCIAL STATEMENTS**

**31 OCTOBER 2006**

THURSDAY



A22 \*AUKCPMP0\* 591  
01/02/2007  
COMPANIES HOUSE

**MENZIES**

Chartered Accountants  
1st Floor, Midas House  
62 Goldsworth Road  
Woking  
GU21 6LQ

# CORMACK & FRANKLIN TREE CARE LIMITED

## FINANCIAL STATEMENTS

YEAR ENDED 31 OCTOBER 2006

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# **CORMACK & FRANKLIN TREE CARE LIMITED**

## **OFFICERS AND PROFESSIONAL ADVISERS**

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### **THE BOARD OF DIRECTORS**

A D B Cormack

### **COMPANY SECRETARY**

A J Cormack

### **REGISTERED OFFICE**

24 Birch Lane  
Woking  
Surrey  
GU24 9QD

### **ACCOUNTANTS**

Menzies  
Chartered Accountants  
1st Floor, Midas House  
62 Goldsworth Road  
Woking  
GU21 6LQ

### **BANKERS**

Lloyds TSB Bank Plc  
32 Commercial Way  
Woking  
Surrey  
GU21 1ER

# CORMACK & FRANKLIN TREE CARE LIMITED

## THE DIRECTOR'S REPORT

YEAR ENDED 31 OCTOBER 2006

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The director presents his report and the unaudited financial statements of the company for the year ended 31 October 2006.

### PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the provision of tree care and arboricultural services.

### THE DIRECTOR AND HIS INTERESTS IN THE SHARES OF THE COMPANY

The director who served the company during the year together with his beneficial interests, including family holdings, in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 31 October 2006	At 1 November 2005
A D B Cormack	<u>100</u>	<u>100</u>

N A Franklin retired as a director on 9 May 2006.

### SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:  
24 Birch Lane  
Woking  
Surrey  
GU24 9QD

Signed by order of the director

A. Cormack

A J Cormack  
Company Secretary

Approved by the director on 25<sup>th</sup> January 2007

# CORMACK & FRANKLIN TREE CARE LIMITED

## CHARTERED ACCOUNTANTS' REPORT TO THE DIRECTOR ON THE UNAUDITED FINANCIAL STATEMENTS OF CORMACK & FRANKLIN TREE CARE LIMITED

YEAR ENDED 31 OCTOBER 2006

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*In accordance with our terms of engagement, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company set out on pages 4 to 8 from the accounting records and information and explanations you have given to us.*

This report is made to the Company's Director, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Director that we have done so, and state those matters that we have agreed to state to him in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's Director, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

*You have acknowledged on the balance sheet as at 31 October 2006 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.*

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

1st Floor, Midas House  
62 Goldsworth Road  
Woking  
GU21 6LQ

26/11/2007

  
MENZIES  
Chartered Accountants

# CORMACK & FRANKLIN TREE CARE LIMITED

## PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 OCTOBER 2006

	Note	2006 £	2005 £
<b>TURNOVER</b>		153,145	117,239
Cost of sales		40,825	14,585
<b>GROSS PROFIT</b>		112,320	102,654
Administrative expenses		113,478	100,354
<b>OPERATING (LOSS)/PROFIT</b>	2	(1,158)	2,300
Interest receivable		15	-
Interest payable and similar charges		(2,231)	(1,472)
<b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(3,374)	828
Tax on (loss)/profit on ordinary activities		135	-
<b>(LOSS)/PROFIT FOR THE FINANCIAL YEAR</b>		(3,509)	828

The notes on pages 6 to 8 form part of these financial statements.

# CORMACK & FRANKLIN TREE CARE LIMITED

## BALANCE SHEET

31 OCTOBER 2006

	Note	2006 £	£	2005 £	£
<b>FIXED ASSETS</b>					
Tangible assets	3		19,342		31,656
<b>CURRENT ASSETS</b>					
Debtors	4	12,114		9,055	
Cash at bank		7,808		12,719	
		<u>19,922</u>		<u>21,774</u>	
<b>CREDITORS: Amounts falling due within one year</b>	5	<u>20,354</u>		<u>22,872</u>	
<b>NET CURRENT LIABILITIES</b>			(432)		(1,098)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>18,910</u>		<u>30,558</u>
<b>CREDITORS: Amounts falling due after more than one year</b>	6		<u>21,491</u>		<u>29,630</u>
			<u>(2,581)</u>		<u>928</u>
<b>CAPITAL AND RESERVES</b>					
Called-up equity share capital	8		100		100
Profit and loss account	9		(2,681)		828
<b>(DEFICIT)/SHAREHOLDERS' FUNDS</b>			<u>(2,581)</u>		<u>928</u>

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 financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

These financial statements were approved and signed by the director on 25 January 2007

  
A D B Cormack

# CORMACK & FRANKLIN TREE CARE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 OCTOBER 2006

### 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 2005).

#### Turnover

The turnover shown in the profit and loss account represents amounts receivable during the year, exclusive of Value Added Tax.

#### 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:

Leasehold Improvements	- 20% straight line
Motor Vehicles	- 20% straight line
Equipment	- 50% straight line

#### Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

#### 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. OPERATING (LOSS)/PROFIT

Operating (loss)/profit is stated after charging:

	2006 £	2005 £
Director's emoluments	36,000	33,000
Depreciation of owned fixed assets	10,229	6,682
Depreciation of assets held under hire purchase agreements	3,235	2,965

### 3. TANGIBLE FIXED ASSETS

	Leasehold Improvements £	Motor Vehicles £	Equipment £	Total £
<b>COST</b>				
At 1 November 2005	3,625	21,674	16,004	41,303
Additions	-	-	1,150	1,150
<b>At 31 October 2006</b>	<b>3,625</b>	<b>21,674</b>	<b>17,154</b>	<b>42,453</b>
<b>DEPRECIATION</b>				
At 1 November 2005	181	3,971	5,495	9,647
Charge for the year	720	4,332	8,412	13,464
<b>At 31 October 2006</b>	<b>901</b>	<b>8,303</b>	<b>13,907</b>	<b>23,111</b>
<b>NET BOOK VALUE</b>				
<b>At 31 October 2006</b>	<b>2,724</b>	<b>13,371</b>	<b>3,247</b>	<b>19,342</b>
At 31 October 2005	3,444	17,703	10,509	31,656

# CORMACK & FRANKLIN TREE CARE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 OCTOBER 2006

### 3. TANGIBLE FIXED ASSETS *(continued)*

#### Hire purchase agreements

Included within the net book value of £19,342 is £9,975 (2005 - £13,210) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £3,235 (2005 - £2,965).

### 4. DEBTORS

	2006 £	2005 £
Trade debtors	10,877	7,586
Other debtors	1,237	1,469
	<u>12,114</u>	<u>9,055</u>

### 5. CREDITORS: Amounts falling due within one year

	2006 £	2005 £
Bank loans and overdrafts	5,191	5,190
Trade creditors	1,804	2,898
Corporation tax	135	-
Other taxation and social security	8,516	5,601
Hire purchase agreements	2,948	2,948
Other creditors	1,760	6,235
	<u>20,354</u>	<u>22,872</u>

### 6. CREDITORS: Amounts falling due after more than one year

	2006 £	2005 £
Bank loans and overdrafts	14,944	20,135
Hire purchase agreements	6,547	9,495
	<u>21,491</u>	<u>29,630</u>

### 7. RELATED PARTY TRANSACTIONS

The company was under the control of Mr A D B Cormack throughout the period. Mr Cormack is the managing director and majority shareholder. During the year £260 (2005: £260) was paid to Mr Cormack in respect of office costs and included within creditors at the year end was an amount of £260 (2005: £4,735) due to Mr Cormack.

During the period, commission of £nil (2005: £1,600) was paid to Mr N A Franklin, a former director of the company.

### 8. SHARE CAPITAL

#### Authorised share capital:

	2006 £	2005 £
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>

#### Allotted, called up and fully paid:

	2006 No	£	2005 No	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

# CORMACK & FRANKLIN TREE CARE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 OCTOBER 2006

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### 9. PROFIT AND LOSS ACCOUNT

	2006 £	2005 £
Balance brought forward	828	-
(Loss)/profit for the financial year	(3,509)	828
Balance carried forward	<u>(2,681)</u>	<u>828</u>