

A & A STUDIOS LIMITED
UNAUDITED ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED
31st MARCH 2009



THE A9 PARTNERSHIP LIMITED
Chartered Accountants
Abercorn School
Newton
West Lothian
EH52 6PZ

A & A STUDIOS LIMITED**ABBREVIATED BALANCE SHEET****31st MARCH 2009**

	Note	2009 £	2008 £
FIXED ASSETS	2		
Tangible assets		208,425	214,845
Investments		36,680	36,680
		<u>245,105</u>	<u>251,525</u>
CURRENT ASSETS			
Stocks		183,614	162,979
Debtors		208,959	163,148
Cash at bank and in hand		350,442	718,810
		<u>743,015</u>	<u>1,044,937</u>
CREDITORS: Amounts falling due within one year		<u>348,345</u>	<u>137,144</u>
NET CURRENT ASSETS		<u>394,670</u>	<u>907,793</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>639,775</u>	<u>1,159,318</u>
PROVISIONS FOR LIABILITIES		<u>947</u>	<u>807</u>
		<u>638,828</u>	<u>1,158,511</u>
CAPITAL AND RESERVES			
Called-up equity share capital	3	841	1,990
Profit and loss account		637,987	1,156,521
SHAREHOLDERS' FUNDS		<u>638,828</u>	<u>1,158,511</u>

The directors are 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 directors acknowledge their responsibilities 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 by the directors and authorised for issue on 15.1.09, and are signed on their behalf by:


MR A G THEURER
Director

The notes on pages 2 to 4 form part of these abbreviated accounts.

A & A STUDIOS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31st MARCH 2009

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

Consolidation

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

Turnover

The turnover in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax, with a minor adjustment for on-going work in progress.

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.

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:

Tenants improvements	10 years straight line
Fixtures and fittings	15% reducing balance
Motor vehicles	25% reducing balance
Computer equipment	4 years straight line

The cost of the property is not depreciated as required by FRS15. The directors are of the opinion that to do so would not reflect the true annual cost of the property which is more fairly reflected in the repairs and renewal charge.

Stocks

Stocks are valued at the lower of cost and net realisable value after making allowance for obsolete and slow moving items. Net realisable value is based on estimated selling price less further costs expected to be incurred to completion and disposal. Cost represents the cost incurred in bringing each product to its present location and condition. For all raw materials and goods for resale-purchase cost is based on a first in first out basis.

Work in progress

Work in progress 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 progress.

A & A STUDIOS LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31st MARCH 2009****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.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

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

Foreign currencies

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

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.

A & A STUDIOS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31st MARCH 2009

2. FIXED ASSETS

	Tangible Assets £	Investments £	Total £
COST			
At 1st April 2008	247,512	36,680	284,192
Additions	2,309	–	2,309
Disposals	(8,295)	–	(8,295)
At 31st March 2009	<u>241,526</u>	<u>36,680</u>	<u>278,206</u>
DEPRECIATION			
At 1st April 2008	32,667	–	32,667
Charge for year	7,622	–	7,622
On disposals	(7,188)	–	(7,188)
At 31st March 2009	<u>33,101</u>	<u>–</u>	<u>33,101</u>
NET BOOK VALUE			
At 31st March 2009	<u>208,425</u>	<u>36,680</u>	<u>245,105</u>
At 31st March 2008	<u>214,845</u>	<u>36,680</u>	<u>251,525</u>

The Land and Buildings have not been revalued but are worth considerably in excess of the original cost. Accordingly it is not appropriate to depreciate them.

The company holds ordinary shares of £1 each in Raoul (Hairdressers) Ltd a company registered in England. This holding represents 50% of the issued share capital of the company.

3. SHARE CAPITAL

Authorised share capital:

	2009 £	2008 £
2,000 Ordinary shares of £1 each	<u>2,000</u>	<u>2,000</u>

Allotted, called up and fully paid:

	2009		2008	
	No	£	No	£
Ordinary shares of £1 each	<u>841</u>	<u>841</u>	<u>1,990</u>	<u>1,990</u>