

PINNACLE BUSINESS SOLUTIONS LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED
31 MAY 2006
COMPANY REGISTRATION NUMBER 158161

WEDNESDAY



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PINNACLE BUSINESS SOLUTIONS LIMITED
ABBREVIATED BALANCE SHEET AS AT 31 MAY 2006

	Notes	2006 £	2006 £	2005 £	2005 £
Fixed assets					
Intangible assets	2		253,109		260,887
Tangible assets	2		<u>11,118</u>		<u>19,662</u>
			264,227		280,549
Current assets					
Debtors	3	55,591		65,841	
Cash at bank and in hand		<u>94</u>		<u>195</u>	
		55,685		66,036	
Creditors amounts falling due within one year	4	<u>208,145</u>		<u>202,994</u>	
Net current liabilities			(152,460)		(136,958)
Total assets less current liabilities			<u>111,767</u>		<u>143,591</u>
Creditors amounts falling due after more than one year	4	14,303		46,333	
Accruals and deferred income		<u>22,069</u>		<u>22,069</u>	
			36,372		68,402
Net assets			<u>75,395</u>		<u>75,189</u>
Capital and reserves					
Called up share capital	5		200		200
Profit and loss account			75,196		74,989
Shareholders' funds			<u>75,396</u>		<u>75,189</u>

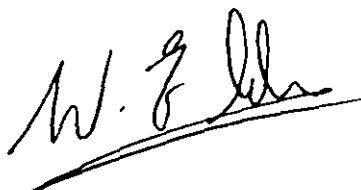
The directors consider that the company was entitled to exemption from audit under subsection 1 of s 249A of the Companies Act 1985 for the year ended 31 May 2006

No member or members have deposited a notice under section 249B(2) requiring an audit for the year ended 31 May 2006

The directors acknowledge their responsibility for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 May 2006 and of its profit for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to the financial statements, so far as applicable to the company

The abbreviated accounts which have been prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005) were approved by the board on 15 September 2006 and signed on its behalf

E Cordiner
Director



PINNACLE BUSINESS SOLUTIONS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

1.2 Turnover

Turnover comprises the invoiced sales for the year, net of Value Added Tax

1.3 Research and development costs

Research expenditure is written off to the profit and loss account in the year in which it is incurred

Development costs are written off in the year in which they are incurred, except that development expenditure incurred on an individual project is carried forward as permitted by SSAP13 when it relates to a clearly defined project, the related expenditure is separately identifiable, the project is technically feasible and commercially viable, current and future costs will be exceeded by future sales and adequate resources exist for the project to be completed. In such cases the expenditure carried forward is treated as an intangible fixed asset and amortised over its estimated life so as to match the expenditure with the anticipated revenue from the project. The projects are anticipated to have useful lives of between five and ten years.

1.4 Leasing and hire purchase/finance lease commitments

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives.

The corresponding lease or hire purchase obligation is capitalised in the balance sheet as a liability. The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital payments outstanding.

Rentals payable under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & equipment	25% Reducing Balance Method
Motor vehicles	25% Reducing Balance Method

1.6 Stocks and work in progress

Stock and work in progress is valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks.

1.7 Deferred taxation

Provision is made for deferred tax, using the liability method, on all timing differences.

Deferred taxation is provided at the rates of tax estimated to be applicable when the timing differences will reverse.

1.8 Company pension scheme

The company operates a defined contribution scheme.

The pension charge represents the amount payable by the company to the fund in respect of the year.

1.9 Foreign currencies

Monetary 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 ruling on the date of the transaction. Exchange differences are taken into account in arriving at operating profit.

PINNACLE BUSINESS SOLUTIONS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

1.10 Debt factoring

The company factors its debts. The gross debts are included in trade debtors with the proceeds from the factor shown within creditors as a liability.

1.11 Government grants

Government grants in respect of capital expenditure are credited to a deferred income account and are released to the profit and loss account over the expected useful lives of the relevant assets.

2 Fixed assets

Cost	Intangible assets £	Tangible assets £
As at 1 June 2005	448,731	85,948
Additions	13,284	700
Disposals	0	(1,128)
As at 31 May 2006	<u>462,015</u>	<u>85,520</u>
Depreciation and amortisation		
As at 1 June 2005	187,844	66,286
Disposals	0	(970)
Charge for year	21,062	9,086
As at 31 May 2006	<u>208,906</u>	<u>74,402</u>
Net book value		
As at 31 May 2006	<u>253,109</u>	<u>11,118</u>
As at 1 June 2005	<u>260,887</u>	<u>19,662</u>

3. Debtors

Other debtors include loans to 3 staff members totalling £12,246 (2005 £12,246). Included in other debtors due within one year is an interest free unsecured loan of £1,121 (2005 £621) to M Jamieson, a director. The maximum amount outstanding during the year was £1,121 (2005 £621).

4 Creditors include the following amounts of secured liabilities:

	2006 £	2005 £
Due within one year	105,122	75,533
Due after more than one year	14,303	46,333
	<u>119,425</u>	<u>121,866</u>

5 Share capital

	2006 £	2005 £
Authorised		
25,000 ordinary shares of £1 each	<u>25,000</u>	<u>25,000</u>
Allotted, called up and fully paid		
200 ordinary shares of £1 each	<u>200</u>	<u>200</u>