

Company Registration No 12934 (England and Wales)

WATTS & COMPANY LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2006

TUESDAY



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WATTS & COMPANY LIMITED

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WATTS & COMPANY LIMITED

ABBREVIATED BALANCE SHEET

AS AT 31 DECEMBER 2006

| | Notes | 2006 | | 2005 | |
|---|-------|-----------------|----------------|-----------------|----------------|
| | | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Tangible assets | 2 | | 7,821 | | 6,717 |
| Investments | 2 | | 30 | | 30 |
| | | | <u>7,851</u> | | <u>6,747</u> |
| Current assets | | | | | |
| Stocks | | 75,215 | | 51,078 | |
| Debtors | 3 | 115,770 | | 92,524 | |
| Cash at bank and in hand | | 123,850 | | 114,721 | |
| | | <u>314,835</u> | | <u>258,323</u> | |
| Creditors: amounts falling due within one year | | <u>(80,775)</u> | | <u>(74,272)</u> | |
| Net current assets | | | 234,060 | | 184,051 |
| Total assets less current liabilities | | | <u>241,911</u> | | <u>190,798</u> |
| | | | <u>241,911</u> | | <u>190,798</u> |
| Capital and reserves | | | | | |
| Called up share capital | 4 | | 16,550 | | 10,000 |
| Share premium account | | | 104,800 | | - |
| Profit and loss account | | | 120,561 | | 180,798 |
| Shareholders' funds | | | <u>241,911</u> | | <u>190,798</u> |

WATTS & COMPANY LIMITED

ABBREVIATED BALANCE SHEET (CONTINUED)

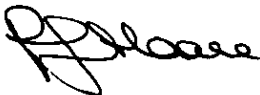
AS AT 31 DECEMBER 2006

In preparing these financial statements

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985,
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts 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 this Act relating to accounts, so far as applicable to the company

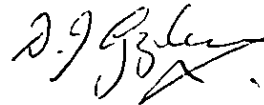
These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

Approved by the Board and authorised for issue on 21 March 2007



P G Hoare
Director

D J Gazeley
Director



WATTS & COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2006

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts

1.3 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 less estimated residual value of each asset over its expected useful life, as follows

| | |
|--------------------------------|--|
| Leasehold properties | Straight line over the life of the lease |
| Wallpaper blocks | 33 33% Reducing balance |
| Fixtures, fittings & equipment | 20% Reducing balance |

1.4 Investments

Fixed asset investments are stated at cost less provision for diminution in value

1.5 Stock

Stock is valued at the lower of cost and net realisable value

1.6 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.7 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

In accordance with FRS19, deferred tax assets are only recognised when it can be reasonably certain that there will be future profits from which the future reversal of the underlying timing differences can be deducted.

WATTS & COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2006

2 Fixed assets

| | Tangible assets £ | Investments £ | Total £ |
|-----------------------|-------------------------|------------------|------------|
| Cost | | | |
| At 1 January 2006 | 47,288 | 30 | 47,318 |
| Additions | 2,757 | - | 2,757 |
| At 31 December 2006 | 50,045 | 30 | 50,075 |
| Depreciation | | | |
| At 1 January 2006 | 40,571 | - | 40,571 |
| Charge for the year | 1,653 | - | 1,653 |
| At 31 December 2006 | 42,224 | - | 42,224 |
| Net book value | | | |
| At 31 December 2006 | 7,821 | 30 | 7,851 |
| At 31 December 2005 | 6,717 | 30 | 6,747 |

3 Debtors

Debtors include an amount of £- (2005 - £10,500) which is due after more than one year

4 Share capital

| | 2006 £ | 2005 £ |
|---|-----------|-----------|
| Authorised | | |
| 1,000 Ordinary Shares of £50 each | 50,000 | 50,000 |
| Allotted, called up and fully paid | | |
| 331 Ordinary Shares of £50 each | 16,550 | 10,000 |

During the year 131 ordinary shares of £50 each were allotted and fully paid for a cash consideration of £850 per share to provide additional working capital to enable the company to expand