

COMPANY REGISTRATION NUMBER 4199184

**ABC DIGITAL SOLUTIONS LIMITED**  
**UNAUDITED ABBREVIATED ACCOUNTS**  
**31 MAY 2005**



**DEAN STATHAM LLP**

Chartered Accountants  
29 King Street  
Newcastle-under-Lyme  
Staffordshire  
ST5 1ER

**ABC DIGITAL SOLUTIONS LIMITED**

**ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 MAY 2005**

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# ABC DIGITAL SOLUTIONS LIMITED

## ABBREVIATED BALANCE SHEET

31 MAY 2005

	Note	2005 £	£	2004 £	£
<b>FIXED ASSETS</b>	<b>2</b>				
Tangible assets			542,537		555,230
<b>CURRENT ASSETS</b>					
Stocks		108,225		60,424	
Debtors		377,933		385,458	
Cash at bank and in hand		38,836		87,762	
		<u>524,994</u>		<u>533,644</u>	
<b>CREDITORS: Amounts falling due within one year</b>	<b>3</b>	<u>487,216</u>		<u>459,163</u>	
<b>NET CURRENT ASSETS</b>			<u>37,778</u>		<u>74,481</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>580,315</u>		<u>629,711</u>
<b>CREDITORS: Amounts falling due after more than one year</b>	<b>4</b>		374,015		410,344
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>			<u>6,300</u>		<u>19,367</u>
			<u>200,000</u>		<u>200,000</u>
<b>CAPITAL AND RESERVES</b>					
Called-up equity share capital	6		1,000		1,000
Profit and loss account			<u>199,000</u>		<u>199,000</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>200,000</u>		<u>200,000</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.

The Balance sheet continues on the following page.

The notes on pages 3 to 6 form part of these abbreviated accounts.

**ABC DIGITAL SOLUTIONS LIMITED**

**ABBREVIATED BALANCE SHEET** *(continued)*

**31 MAY 2005**

These abbreviated accounts were approved by the directors on 20/9/05 and are signed on their behalf by:

S B BURGESS  
Director

A handwritten signature in black ink, appearing to be 'S B Burgess', written over a faint circular stamp or seal.

The notes on pages 3 to 6 form part of these abbreviated accounts.

# ABC DIGITAL SOLUTIONS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MAY 2005

### 1. ACCOUNTING POLICIES

#### **Basis of accounting**

The financial statements have been prepared under the historical cost convention.

#### **Cash flow statement**

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is small.

#### **Turnover**

The turnover shown in the profit and loss account represents amounts invoiced 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:

Freehold Property	- 2% on cost
Plant & Machinery	- 25% reducing balance
Fixtures & Fittings	- 15% reducing balance
Motor Vehicles	- 25% reducing balance
Equipment	- 25% reducing balance

#### **Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost represents the purchase price of goods and services.

#### **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.

# ABC DIGITAL SOLUTIONS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MAY 2005

### 1. ACCOUNTING POLICIES *(continued)*

#### **Finance lease agreements**

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included with creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account on a straight line basis, and the capital element which reduces the outstanding obligation for future instalments.

#### **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, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

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.

# ABC DIGITAL SOLUTIONS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MAY 2005

### 2. FIXED ASSETS

	Tangible Assets £
<b>COST</b>	
At 1 June 2004	619,745
Additions	30,753
Disposals	(8,428)
<b>At 31 May 2005</b>	<u>642,070</u>
<b>DEPRECIATION</b>	
At 1 June 2004	64,515
Charge for year	39,012
On disposals	(3,994)
<b>At 31 May 2005</b>	<u>99,533</u>
<b>NET BOOK VALUE</b>	
<b>At 31 May 2005</b>	<u>542,537</u>
At 31 May 2004	<u>555,230</u>

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

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2005 £	2004 £
Bank loans and overdrafts	22,955	21,447
Hire purchase and finance leases	24,807	15,750
	<u>47,762</u>	<u>37,197</u>

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

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2005 £	2004 £
Bank loans and overdrafts	341,126	363,969
Hire purchase and finance leases	32,889	46,375
	<u>374,015</u>	<u>410,344</u>

Included within creditors falling due after more than one year is an amount of £256,974 (2004 - £280,950) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

# ABC DIGITAL SOLUTIONS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MAY 2005

### 5. TRANSACTIONS WITH THE DIRECTORS

The following directors had interest free loans during the year. The movement on these loans are as follows:-

	Balance at 31 May 2005	Balance at 31 May 2004	Maximum balance
	£	£	£
S B Burgess	8,833	14,299	14,299
P S Beetham	-	3,617	3,617
I McIntyre	554	-	554
	9,387	17,916	18,470

### 6. SHARE CAPITAL

#### Authorised share capital:

	2005	2004
	£	£
50,000 A Ordinary shares of £0.01 each	500	500
11,500 B Ordinary shares of £0.01 each	115	115
11,500 C Ordinary shares of £0.01 each	115	115
11,500 D Ordinary shares of £0.01 each	115	115
3,500 E Ordinary shares of £0.01 each	35	35
3,500 F Ordinary shares of £0.01 each	35	35
2,000 G Ordinary shares of £0.01 each	20	20
3,000 H Ordinary shares of £0.01 each	30	30
3,500 I Ordinary shares of £0.01 each	35	35
900,000 Ordinary shares of £0.01 each	9,000	9,000
	10,000	10,000

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

	2005		2004	
	No	£	No	£
A Ordinary shares of £0.01 each	50,000	500	50,000	500
B Ordinary shares of £0.01 each	11,500	115	11,500	115
C Ordinary shares of £0.01 each	11,500	115	11,500	115
D Ordinary shares of £0.01 each	11,500	115	11,500	115
E Ordinary shares of £0.01 each	3,500	35	3,500	35
F Ordinary shares of £0.01 each	3,500	35	3,500	35
G Ordinary shares of £0.01 each	2,000	20	2,000	20
H Ordinary shares of £0.01 each	3,000	30	3,000	30
I Ordinary shares of £0.01 each	3,500	35	3,500	35
	100,000	1,000	100,000	1,000