

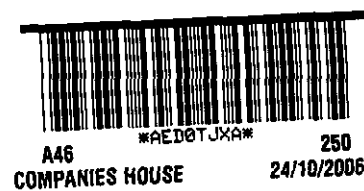
Accountants and business advisors

## **F.F.ALLSOPP & CO.,LIMITED**

Company Number: 00146681

### **ANNUAL REPORT**

**YEAR ENDED 31 DECEMBER 2005**



# **F.F.ALLSOPP & CO.,LIMITED**

## **COMPANY INFORMATION**

<b>Directors</b>	R J Loach G T Hillyard
<b>Secretary</b>	R J Loach
<b>Company Number</b>	00146681
<b>Registered Office</b>	Union Road Nottingham NG3 1FH
<b>Auditors</b>	PKF (UK) LLP Regent House Clinton Avenue Nottingham NG5 1AZ

# F.F.ALLSOPP & CO.,LIMITED

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**F.F.ALLSOPP & CO., LIMITED**  
**DIRECTORS' REPORT**  
**YEAR ENDED 31 DECEMBER 2005**

The directors submit their report and the financial statements for the year ended 31 December 2005.

**Principal activity**

The principal activity of the company during the year was that of a bookbinders and print finishers.

**Directors**

The directors who served during the year were:

R J Loach  
G T Hillyard

The directors have no interests in the share capital of the company. The directors interests in the share capital of the parent company, Tempmark Limited, are disclosed in that company's accounts.

**Auditors**

The auditors, PKF (UK) LLP, will be proposed for reappointment in accordance with section 385 of the Companies Act 1985 and the next annual general meeting.

**Basis of preparation**

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

By order of the board

**R J Loach**  
Secretary

A handwritten signature in black ink, appearing to be 'R J Loach', written over a horizontal line.

3. 10. 06.

**F.F.ALLSOPP & CO.,LIMITED**  
**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF

### F.F.ALLSOPP & CO.,LIMITED

We have audited the financial statements of F.F.Allsopp & Co.,Limited for the year ended 31 December 2005 which comprise the profit and loss account, the balance sheets and the related notes. The financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

#### Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom accounting standards ('United Kingdom Generally Accepted Accounting Practice') are set out in the statement of directors' responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and have been properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

#### Basis of audit opinion

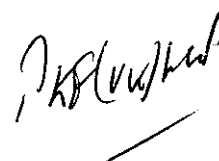
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

#### Opinion

In our opinion the financial statements:

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2005 and of its result for the year then ended; and
- have been properly prepared in accordance with the Companies Act 1985.



PKF (UK) LLP  
Registered Auditors

Nottingham, UK

20.10.06.

**F.F.ALLSOPP & CO.,LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 31 DECEMBER 2005**

	Notes	2005 £	2004 £ (As restated)
<b>TURNOVER</b>	<b>2</b>	<b>2,221,210</b>	<b>2,230,124</b>
Cost of sales		(1,406,673)	(1,389,336)
<b>GROSS PROFIT</b>		<b>814,537</b>	<b>840,788</b>
Distribution costs		(121,446)	(156,446)
Administrative expenses		(628,820)	(616,258)
<b>OPERATING PROFIT</b>	<b>3</b>	<b>64,271</b>	<b>68,084</b>
Interest receivable and similar income		12,201	10,014
Interest payable and similar charges		(12,466)	(16,193)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>64,006</b>	<b>61,905</b>
<b>TAXATION</b>	<b>5</b>	<b>(14,421)</b>	<b>(8,557)</b>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<b>49,585</b>	<b>53,348</b>

# F.F.ALLSOPP & CO.,LIMITED

BALANCE SHEET  
31 DECEMBER 2005

	Notes	2005 £	2004 £ (As restated)
<b>FIXED ASSETS</b>			
Tangible	6	505,339	574,339
<b>CURRENT ASSETS</b>			
Stocks		39,952	32,684
Debtors	7	642,946	715,719
Cash at bank and in hand		339,816	261,820
		<u>1,022,714</u>	<u>1,010,223</u>
<b>CREDITORS: amounts falling due within one year</b>	8	<u>(539,363)</u>	<u>(609,679)</u>
<b>NET CURRENT ASSETS</b>		<u>483,351</u>	<u>400,544</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>988,690</u>	<u>974,883</u>
<b>CREDITORS: amounts falling due after more than one year</b>	9	(65,264)	(94,938)
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>	10	(203,450)	(203,000)
<b>NET ASSETS</b>		<u><u>719,976</u></u>	<u><u>676,945</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	11	7,358	7,358
Profit and loss account	12	712,618	669,587
		<u><u>719,976</u></u>	<u><u>676,945</u></u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 3/10/2006

R J Loach Director

G T Hillyard Director





**F.F.ALLSOPP & CO., LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2005**

**1 ACCOUNTING POLICIES**

**(a) Basis of preparation of financial statements**

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).

As required under UITF 40 the company has changed its accounting policy in respect of recognition of revenue on sales contracts. Under the new policy, work in progress on contracts is treated on the same basis as long term contracts under SSAP 9.

The 2005 comparative figures have been adjusted and a prior year adjustment has been made to reserves.

**(b) Turnover**

Turnover comprises the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

**(c) Tangible fixed assets**

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, machinery, fixtures, fittings and office equipment	7 % - 33%
Motor vehicles	25 %

**(d) Finance and operating leases**

Assets acquired under finance leases or hire purchase are treated as tangible fixed assets and depreciation is provided accordingly. The present value of future rentals is shown as a liability and the interest element of rental obligations is charged to the profit and loss account over the period of the lease in proportion to the capital balance outstanding.

Operating lease rentals are charged in the profit and loss account on a straight line basis over the lease term.

**(e) Stocks and work in progress**

Stocks are stated at the lower of cost and net realisable value. Cost is determined on a first in first out basis, and includes all direct costs incurred and attributable production overheads. Net realisable value is based on estimated selling price allowing for all further costs of completion and disposal.

Work in progress on contracts - amounts recoverable on contracts are valued at anticipated net sales value after provisions for contingencies and anticipated future losses on contracts and are included in debtors. Cash received on account on contracts is deducted from amounts recoverable on contracts. Such amounts which have been received and exceed amounts recoverable are included in creditors. Contracts provisions in excess of amounts recoverable are included in trade creditors.

**(f) 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 ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

**F.F.ALLSOPP & CO., LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2005**

**1 ACCOUNTING POLICIES (continued)**

**(g) Deferred taxation**

Deferred taxation has been recognised as a liability or asset if transactions have occurred at the balance sheet date that give rise to an obligation to pay more taxation in the future or a right to pay less taxation in the future. An asset is recognised where there is no uncertainty as to the transfer of future economic benefits. Deferred tax assets and liabilities have not been discounted.

**(h) Pensions**

The company operates a defined contribution pension scheme and the pension charge in the profit and loss account represents the amounts payable by the company to the fund in respect of the year.

**(i) Government grants**

Government grants in respect of capital expenditure are credited to a deferred income account and are released to profit over the expected useful lives of the relevant assets by equal annual instalments. Revenue grants are released to profit over the life of the project to which they relate.

**2 TURNOVER**

All turnover arose within the United Kingdom.

**3 OPERATING PROFIT**

The operating profit is stated after charging / (crediting):

	2005 £	2004 £
Depreciation of tangible fixed assets:		
- owned by the company	74,379	69,357
- held under finance lease or hire purchase contracts	79,157	68,476
Audit fees	4,700	4,650
Pension cost	50,608	54,406
	<u>          </u>	<u>          </u>

**4 DIRECTORS' EMOLUMENTS AND BENEFITS**

	2005 £	2004 £
Aggregate of directors' emoluments and other benefits as defined in paragraph 1 of Sch 6 to the Companies Act 1985	158,535	156,403
	<u>          </u>	<u>          </u>

The number of directors accruing benefits under pension schemes were:

	No	No
Money purchase schemes	2	2
	<u>          </u>	<u>          </u>

**F.F.ALLSOPP & CO.,LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2005**

**5 TAXATION**

	2005 £	2004 £
<b>Current year taxation</b>		
UK corporation tax	21,000	16,000
Deferred tax	(6,000)	(7,000)
	<hr/>	<hr/>
Total UK taxation	15,000	9,000
<b>Adjustments in respect of prior periods</b>		
Corporation tax	(579)	(443)
	<hr/>	<hr/>
	14,421	8,557
	<hr/> <hr/>	<hr/> <hr/>
	2005 £	2004 £
<b>Current year taxation</b>		
UK corporation tax	21,000	16,000
Adjustments in respect of previous periods	(579)	(443)
	<hr/>	<hr/>
Total UK taxation	20,421	15,557
<b>Deferred tax</b>		
Origination and reversal of timing differences	(6,000)	(7,000)
	<hr/>	<hr/>
	14,421	8,557
	<hr/> <hr/>	<hr/> <hr/>

**6 TANGIBLE FIXED ASSETS**

	Plant & machinery, fixtures & fittings £
<b>Cost</b>	
At 1 January 2005	1,962,223
Additions	104,691
Disposals	(59,000)
	<hr/>
At 31 December 2005	2,007,914
	<hr/>
<b>Depreciation</b>	
At 1 January 2005	1,387,884
Charge for the year	153,536
On disposals	(38,845)
	<hr/>
At 31 December 2005	1,502,575
	<hr/>
<b>Net book amount</b>	
At 31 December 2005	505,339
	<hr/> <hr/>
At 31 December 2004	574,339
	<hr/> <hr/>

**F.F.ALLSOPP & CO., LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2005**

**6 TANGIBLE FIXED ASSETS (continued)**

The net book amounts of plant, machinery, fixtures and fittings above include **£427,234** (2004 - £420,325) in respect of assets held under finance leases or hire purchase contracts.

**7 DEBTORS**

	2005	2004
	£	£
Trade debtors	463,403	475,531
Other debtors	42,240	100,583
Amounts recoverable on contracts	137,303	139,605
	<u>642,946</u>	<u>715,719</u>

**8 CREDITORS:**

**Amounts falling due within one year**

	2005	2004
	£	£
Trade creditors	155,696	96,398
Amounts owed to group undertakings	368	78,680
Corporation tax	21,000	16,000
Other taxation and social security	33,194	35,080
Net obligations under finance lease and hire purchase contracts	100,413	98,518
Other creditors	228,692	285,003
	<u>539,363</u>	<u>609,679</u>

Finance lease and hire purchase creditors are secured on the assets concerned.

**9 CREDITORS:**

**Amounts falling due after more than one year**

	2005	2004
	£	£
Net obligations under finance lease and hire purchase contracts	65,264	94,938
	<u>65,264</u>	<u>94,938</u>

Finance lease and hire purchase creditors are secured on the assets concerned.

**F.F.ALLSOPP & CO., LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2005**

**10 PROVISIONS FOR LIABILITIES AND CHARGES**

	Deferred taxation £	Other provisions £	Total £
At 1 January 2005	41,000	162,000	203,000
Charged to profit and loss	(6,000)	6,450	450
	<u>35,000</u>	<u>168,450</u>	<u>203,450</u>
At 31 December 2005	<u>35,000</u>	<u>168,450</u>	<u>203,450</u>

Deferred tax is analysed as follows:

	Provided		Not provided	
	2005	2004	2005	2004
	£	£	£	£
Capital allowances	35,000	41,000	-	-
	<u>35,000</u>	<u>41,000</u>	<u>-</u>	<u>-</u>

**11 SHARE CAPITAL**

	Authorised £	Allotted, called up and fully paid No	£
At 1 January 2005 and 31 December 2005			
Ordinary shares of 1p each	271,386	7,214	72
Deferred ordinary shares of 1p each	728,614	728,614	7,286
	<u>1,000,000</u>	<u>735,828</u>	<u>7,358</u>

The deferred ordinary shares rank below ordinary shares and carry no voting or dividend rights.

**12 RESERVES**

Profit and loss account	£
At 1 January 2005 as previously reported	654,169
Prior period adjustment	15,418
	<u>669,587</u>
At 1 January 2005 as restated	669,587
Profit for the year	49,585
Dividends	(6,554)
	<u>712,618</u>
At 31 December 2005	<u>712,618</u>

The prior period adjustment is explained in note 1 (a) of the financial statements.

**F.F.ALLSOPP & CO.,LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2005**

**13 OTHER COMMITMENTS**

At 31 December 2005 the company had annual commitments under operating leases as follows:

	2005 £	2004 £
<b>Expiry date:</b>		
Within one year	<b>48,600</b>	48,600
	<u>          </u>	<u>          </u>

**14 TRANSACTIONS WITH RELATED PARTIES**

Included within other creditors is an amount of £368 (2004: £78,681) due to Tempmark Limited, the company's ultimate parent company.

**15 PENSION COSTS**

The company operates a defined contribution pension scheme, the assets of which are held separately from those of the company in an independently administered fund. The pension cost charge for the year is shown in note 2.

**16 PARENT UNDERTAKINGS AND CONTROLLING PARTIES**

The company is controlled by Tempmark Limited.

In the opinion of the directors this is the company's ultimate parent company.

Tempmark Limited is ultimately controlled by R J Loach.