

# Lithographics of Worcester Limited

Abbreviated Accounts

for the Year Ended 31 December 2005

Registration number: 1532270

**Lithographics of Worcester Limited**  
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The following reproduces the text of the accountants' report in respect of the company's annual financial statements, from which the abbreviated accounts (set out on pages 2 to 5) have been prepared.

**Accountants' Report to the Directors on the Unaudited Financial Statements of  
Lithographics of Worcester Limited**

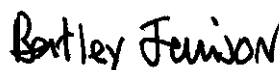
In accordance with the engagement letter dated 16 March 2006, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and Loss Account, the Balance Sheet, the Historical Cost Profit and Losses note, and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 December 2005 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.



Bentley Jennison  
Chartered Accountants

29 March 2006

Charterhouse  
Legge Street  
Birmingham  
B4 7EU

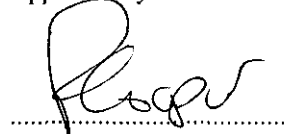
**Lithographics of Worcester Limited**  
**Abbreviated Balance Sheet as at 31 December 2005**

		2005	2004 <i>as restated</i>
	Note	£	£
<b>Fixed assets</b>			
Tangible assets	2	337,446	855,295
<b>Current assets</b>			
Stocks		160,834	149,965
Debtors		477,814	335,902
Cash at bank and in hand		3,623	98
		<u>642,271</u>	<u>485,965</u>
<b>Creditors: Amounts falling due within one year</b>		<u>(800,997)</u>	<u>(971,944)</u>
<b>Net current liabilities</b>		<u>(158,726)</u>	<u>(485,979)</u>
<b>Total assets less current liabilities</b>		178,720	369,316
<b>Creditors: Amounts falling due after more than one year</b>		(10,027)	(208,958)
<b>Provisions for liabilities</b>		<u>(30,000)</u>	<u>(24,000)</u>
<b>Net assets</b>		<u>138,693</u>	<u>136,358</u>
<b>Capital and reserves</b>			
Called up share capital	4	1,876	1,876
Revaluation reserve		50,000	125,264
Capital redemption reserve		4,377	4,377
Profit and loss account		82,440	4,841
<b>Equity shareholders' funds</b>		<u>138,693</u>	<u>136,358</u>

For the financial year ended 31 December 2005, the company was entitled to exemption from audit under section 249A(1) of the Companies Act 1985; and no notice has been deposited under section 249B(2) requesting an audit. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the 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 Companies Act 1985, so far as applicable to the company.

The 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 on 29 March 2006 and signed on its behalf by:



R A Cooper  
Director

# **Lithographics of Worcester Limited**

## **Notes to the abbreviated accounts for the Year Ended 31 December 2005**

### **1 Accounting policies**

#### **Basis of preparation**

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

#### **Cash flow statement**

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirements to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective January 2005).

#### **Going concern**

The financial statements have been prepared on a going concern basis which assumes the continued support of the company's creditors. No provision has been made for the difference between the amounts at which certain assets are valued in the financial statements and the lower values they would realise upon the company ceasing to trade, or for any additional costs of winding up.

#### **Turnover**

Turnover represents amounts invoiced, net of value added tax, in respect of the sale of goods and services to customers.

#### **Depreciation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Plant and machinery	12.5% reducing balance
Fixtures and fittings	12.5 - 33 1/3% straight line
Motor vehicles	20% straight line
Freehold property	2% straight line
Leasehold improvements	over the period of the lease

#### **Stock and work in progress**

Stock and work in progress are valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

#### **Deferred taxation**

Deferred tax is provided in full on timing differences which represent a liability at the balance sheet date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income or expenditure in tax computations in periods different from those in which they are included in the financial statements. Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no commitment to sell the asset. Deferred tax assets and liabilities are not discounted.

## **Lithographics of Worcester Limited**

### **Notes to the abbreviated accounts for the Year Ended 31 December 2005**

..... continued

#### **Hire purchase and finance lease contracts**

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and are depreciated over their useful lives. The capital elements of future obligations under the leases are included as liabilities in the balance sheet. The interest element of the rental obligation is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Assets acquired under instalment finance agreements are treated as tangible fixed assets and depreciation is provided accordingly. The capital element of future finance payments is included within creditors. Finance charges are allocated to accounting periods over the length of the contract.

#### **Operating leases**

Rentals paid under operating leases are charged to the profit and loss account as incurred.

#### **Pensions**

The company operates a defined contribution pension scheme. Contributions are charged in the profit and loss account as they become payable in accordance with the rules of the scheme.

#### **Restatement**

Land and buildings at 31 December 2004 have been restated to remove the revaluation made in that year. This has resulted in a restatement of fixed assets and revaluation reserve.

## **2 Fixed assets**

	<b>Tangible assets £</b>
<b>Cost or Valuation</b>	
As at 1 January 2005	1,706,490
Additions	33,500
Disposals	(820,910)
As at 31 December 2005	<u>919,080</u>
<b>Depreciation</b>	
As at 1 January 2005	851,196
Eliminated on disposal	(327,091)
Charge for the year	57,529
As at 31 December 2005	<u>581,634</u>
<b>Net book value</b>	
As at 31 December 2005	<u>337,446</u>
As at 31 December 2004	<u>855,294</u>

# Lithographics of Worcester Limited

## Notes to the abbreviated accounts for the Year Ended 31 December 2005

..... continued

### 3 Creditors

The bank loans and overdrafts amounting to £nil ( 2004: £170,381) are secured. Other creditors include proceeds from factored debts amounting to £215,517 (2004: £221,724) which are secured on the company's trade debtors.

Included in the creditors are the following amounts due after more than 5 years:

	2005 £	2004 £
After more than five years by instalments	-	81,786

### 4 Share capital

	2005 £	2004 £
<b>Authorised</b>		
10,000 Ordinary shares of £1 each	10,000	10,000
<b>Allotted, called up and fully paid</b>		
1,876 Ordinary shares of £1 each	1,876	1,876

### 5 Related parties

#### Ultimate parent company

The ultimate parent company is Lithographics Limited, a company incorporated in England and Wales.

#### Directors' loan accounts

The following balance from the director was outstanding at the year end:

	Maximum Balance	2005 £	2004 £
R & S Cooper	95,376	95,376	35,193