

Registration number 2395647

Gwernafalau Cyfyngedig
Abbreviated accounts
for the period ended 30 June 2006

SATURDAY



A41 ***ASGXIP3P*** **548**
28/04/2007
COMPANIES HOUSE

Gwernafalau Cyfyngedig**Abbreviated balance sheet
as at 30 June 2006**

		30/06/06		30/09/05	
	Notes	£	£	£	£
Fixed assets					
Intangible assets	2		16,611		311,410
Tangible assets	2		50,467		59,566
			<u>67,078</u>		<u>370,976</u>
Current assets					
Stocks		19,953		53,029	
Debtors *		19,475		72,719	
Cash at bank and in hand		85		27,795	
		<u>39,513</u>		<u>153,543</u>	
Creditors: amounts falling due within one year	3	<u>(228,845)</u>		<u>(96,094)</u>	
Net current (liabilities)/assets			<u>(189,332)</u>		<u>57,449</u>
Total assets less current liabilities			(122,254)		428,425
Creditors: amounts falling due after more than one year	4		<u>(133,280)</u>		<u>(296,520)</u>
Net (liabilities)/assets			<u>(255,534)</u>		<u>131,905</u>
Capital and reserves					
Called up share capital	5		368		368
Share premium account			377,798		377,798
Profit and loss account			<u>(633,700)</u>		<u>(246,261)</u>
Shareholders' funds			<u>(255,534)</u>		<u>131,905</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet

The notes on pages 3 to 5 form an integral part of these financial statements.

Gwernafalau Cyfyngedig

Abbreviated balance sheet (continued)

**Directors' statements required by Section 249B(4)
for the period ended 30 June 2006**

In approving these abbreviated accounts as directors of the company we hereby confirm

(a) that for the period stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ,

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the period ended 30 June 2006 and

(c) that we acknowledge our responsibilities for

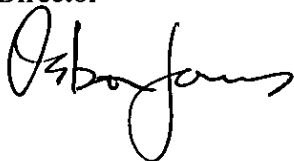
(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) 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 period and of its profit or loss for the period then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 and the Financial Reporting Standard for Smaller Entities (effective January 2005) relating to small companies

The abbreviated accounts were approved by the Board on 27/4/07 and signed on its behalf by

Osborn P Jones
Director



The notes on pages 3 to 5 form an integral part of these financial statements.

Gwernafalau Cyfyngedig

Notes to the abbreviated financial statements for the period ended 30 June 2006

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

1.2. Changes in accounting policy

In preparing the financial statements for the current year, the company has adopted the FRSSE 2005. No prior year adjustment was necessary as a result of this change in accounting policy.

1.3. Turnover

Turnover represents the total invoice value, excluding value added tax, of work done and grants receivable.

1.4. Patents

Patents are valued at cost less accumulated amortisation.

Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful life of 20 years.

1.5. Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred. Development expenditure is written off in the same year unless the directors are satisfied as to the technical, commercial and financial viability of individual projects. In this situation, the expenditure is deferred and amortised over the period from which the company is expected to benefit.

1.6. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Other tangible assets - 20% to 33%

1.7. Stock

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

1.8. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

1.9. Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Profit and Loss account.

Gwernafalau Cyfyngedig

Notes to the abbreviated financial statements for the period ended 30 June 2006

continued

1.10. Going concern

As noted in the accounts, the Directors decided to write off all the development costs due to the disappointing sales after the period end, and as a result the balance sheet shows net liabilities of £255,534. The Directors still consider the company to be a going concern and are using a local company to market the product and are hopeful of increasing future sales. The company continues to have a good working relationship with its funders and loans of £200,154 from Finance Wales will be converted into equity shares in the near future.

2. Fixed assets	Intangible assets £	Tangible fixed assets £	Total £
Cost			
At 1 October 2005	358,355	122,796	481,151
Disposals	(336,814)	-	(336,814)
At 30 June 2006	<u>21,541</u>	<u>122,796</u>	<u>144,337</u>
Depreciation and Provision for diminution in value			
At 1 October 2005	46,945	63,230	110,175
On disposals	(43,092)	-	(43,092)
Charge for period	1,077	9,099	10,176
At 30 June 2006	<u>4,930</u>	<u>72,329</u>	<u>77,259</u>
Net book values			
At 30 June 2006	<u>16,611</u>	<u>50,467</u>	<u>67,078</u>
At 30 September 2005	<u>311,410</u>	<u>59,566</u>	<u>370,976</u>

3. Creditors: amounts falling due within one year	30/06/06 £	30/09/05 £
Creditors include the following		
Secured creditors	<u>4,000</u>	<u>12,500</u>

Gwernafalau Cyfyngedig

**Notes to the abbreviated financial statements
for the period ended 30 June 2006**

continued

4. Creditors: amounts falling due after more than one year	30/06/06 £	30/09/05 £
Creditors include the following		
Instalments repayable after more than five years	-	125,220
Secured creditors	15,792	10,417
5. Share capital	30/06/06 £	30/09/05 £
Authorised		
1,000 Ordinary shares of £1 each	1,000	1,000
Allotted, called up and fully paid		
368 Ordinary shares of £1 each	368	368
Equity Shares		
368 Ordinary shares of £1 each	368	368