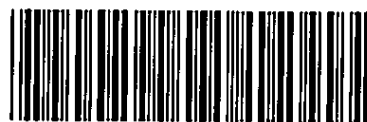

H SMITH & DAUGHTERS LIMITED

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2006

FRIDAY



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29/06/2007

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COMPANIES HOUSE

H SMITH & DAUGHTERS LIMITED

**INDEPENDENT AUDITORS' REPORT TO H SMITH & DAUGHTERS LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts of H Smith & Daughters Limited for the year ended 31 August 2006 set out on pages 2 to 4, together with the financial statements of the company for the year ended 31 August 2006 prepared under section 226 of the Companies Act 1985

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 (5) and (6) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF OPINION

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 have been properly prepared in accordance with those provisions.



HASLERS
Chartered Accountants
Registered Auditors
Old Station Road
Loughton
Essex
IG10 4PL

14 June 2007

H SMITH & DAUGHTERS LIMITED
**ABBREVIATED BALANCE SHEET
AS AT 31 AUGUST 2006**

	Note	2006 £	2005 £
FIXED ASSETS			
Tangible fixed assets	2	947,500	947,500
CURRENT ASSETS			
Debtors		6,435	33,871
Cash at bank		965	10,385
		<u>7,400</u>	<u>44,256</u>
CREDITORS: amounts falling due within one year		<u>(106,568)</u>	<u>(139,619)</u>
NET CURRENT LIABILITIES		<u>(99,168)</u>	<u>(95,363)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>848,332</u>	<u>852,137</u>
CREDITORS: amounts falling due after more than one year	3	<u>(426,206)</u>	<u>(458,505)</u>
NET ASSETS		<u><u>422,126</u></u>	<u><u>393,632</u></u>
CAPITAL AND RESERVES			
Called up share capital	4	2	2
Revaluation reserve		351,376	351,376
Profit and loss account		70,748	42,254
SHAREHOLDERS' FUNDS		<u><u>422,126</u></u>	<u><u>393,632</u></u>

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved and authorised for issue by the board and were signed on its behalf on 14 June 2007


H T Smith
 Director

The notes on pages 3 to 4 form part of these financial statements

H SMITH & DAUGHTERS LIMITED
**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2006**
1. ACCOUNTING POLICIES
1.1 Basis of preparation of financial statements

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 freehold land and buildings and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

1.2 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Investment property	-	0%
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1.4 Investment properties

Investment properties are included in the balance sheet at their open market value. Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years

Although this accounting policy is in accordance with the Financial Reporting Standard for Smaller Entities (June 2005), it is a departure from the general requirement of the Companies Act 1985 for all tangible assets to be depreciated. In the opinion of the director, compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation or amortisation are only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified

2. TANGIBLE FIXED ASSETS

	£
Cost or valuation	
At 1 September 2005 and 31 August 2006	947,500
Depreciation	
At 1 September 2005 and 31 August 2006	-
Net book value	
At 31 August 2006	947,500
At 31 August 2005	947,500

H SMITH & DAUGHTERS LIMITED
**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2006**
3. CREDITORS:
Amounts falling due after more than one year

The total amount of secured liabilities is £459,288 (2005 £489,648)

4. SHARE CAPITAL

	2006 £	2005 £
Authorised		
5,000,000 Ordinary shares of £1 each	<u>5,000,000</u>	<u>5,000,000</u>
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	<u>2</u>	<u>2</u>

5. RELATED PARTY TRANSACTIONS

During the year the following related parties existed

Aitch Construction Limited - H T Smith has a beneficial interest in the shares

Aitch Group Holdings Limited - H T Smith, S C Stedman and P C Rose are directors and H T Smith is a beneficial shareholder

H Smith Holdings Limited - Parent company

During the year Aitch Group Holdings Limited paid insurance on behalf of H Smith and Daughters Limited totalling £7,100 (2005 £5,729) At the year end the company owed Aitch Group Holdings Limited £32,218, (2005 £84,054)

During the year the company made purchases of £2,350 (2005 £2,000) from Aitch Construction Limited

At the year end there was an amount outstanding of £6,011 due to (2005 £21,771 due from) H Smith Holdings Limited