

ENTERPRISE SECURITY DISTRIBUTION (MIDLANDS) LIMITED

COMPANY NUMBER: 3771931

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30 NOVEMBER 2004



**Auditors' report to Enterprise Security Distribution (Midlands) Limited
Under S.247B of The Companies Act 1985**

We have examined the abbreviated accounts set out on pages 2-5, together with the financial statements of Enterprise Security Distribution (Midlands) Limited for the year ended 30 November 2004 prepared under s.226 of the Companies Act 1985.

Respective Responsibilities of Directors and Auditors

The directors are responsible for preparing the abbreviated accounts in accordance with s.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 in accordance with s.246 (5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of Opinion

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. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

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



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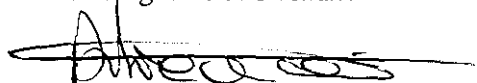
BLANCHE & CO
CHARTERED ACCOUNTANTS
REGISTERED AUDITOR

25 MAY 2005

ABBREVIATED BALANCE SHEET AS AT 30 NOVEMBER 2004

| | Notes | £ | 2004 £ | £ | 2003 £ |
|--|-------|--------------------|-----------------|--------------------|-----------------|
| Fixed assets | | | | | |
| Tangible assets | 5 | | 52,145 | | 42,162 |
| Current assets | | | | | |
| Stocks | | 196,931 | | 180,509 | |
| Debtors | 6 | 1,033,278 | | 920,074 | |
| Cash at bank and in hand | | <u>792,954</u> | | <u>477,441</u> | |
| | | 2,023,163 | | 1,578,024 | |
| Creditors: amounts falling due within one year | 7 | <u>(1,381,012)</u> | | <u>(1,122,110)</u> | |
| Net current assets | | | <u>642,151</u> | | <u>455,914</u> |
| Total assets less current liabilities | | | 694,296 | | 498,076 |
| Creditors: amounts falling due after more than one year | 8 | | <u>(2,030)</u> | | <u>(4,466)</u> |
| Net assets | | | <u>£692,266</u> | | <u>£493,610</u> |
| Capital and reserves | | | | | |
| Called up share capital | 9 | | 200 | | 200 |
| Profit and loss account | | | <u>692,066</u> | | <u>493,410</u> |
| Shareholders' funds | | | <u>£692,266</u> | | <u>£493,610</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 by the board on 25 May 2005 and signed on its behalf.



A D Streams Esq
Director

The notes on pages 3–5 form part of these financial statements.

**NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED
30 NOVEMBER 2004****1. Accounting Policies****1.1 Basis of preparation of financial statements**

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation

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:

| | |
|------------------------|---------------------------------------|
| Motor Vehicles | 25% per annum straight line basis |
| Office Equipment | 33 1/3% per annum straight line basis |
| Furniture and Fittings | 33 1/3% per annum straight line basis |

1.4 Hire purchase contracts

Assets obtained under hire purchase contracts are capitalised as tangible fixed assets and are depreciated over their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a consistent periodic rate of charge on the net obligation outstanding in each period.

1.5 Stocks and work in progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.6 Deferred taxation

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred taxation is measured on a non-discounted basis at the average tax rates that would apply when the timing differences are expected to reverse, based on tax rates and laws that have been enacted by the balance sheet date.

1.7 Pensions

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

**NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED
30 NOVEMBER 2004 (Continued)**

2. Tangible fixed assets

| | Motor vehicles | Office equipment | Furniture and fittings | Total |
|-----------------------|---------------------------|-----------------------------|-----------------------------------|---------------|
| Cost | £ | £ | £ | £ |
| At 1 December 2003 | 76,511 | 13,150 | 6,696 | 96,357 |
| Additions | 59,016 | - | - | 59,016 |
| Disposals | (56,560) | - | - | (56,560) |
| At 30 November 2004 | <u>78,967</u> | <u>13,150</u> | <u>6,696</u> | <u>98,813</u> |
| Depreciation | | | | |
| At 1 December 2003 | 38,165 | 10,545 | 5,485 | 54,195 |
| On disposals | (37,575) | - | - | (37,575) |
| Charge for the year | <u>27,364</u> | <u>2,079</u> | <u>605</u> | <u>30,048</u> |
| At 30 November 2004 | <u>27,954</u> | <u>12,624</u> | <u>6,090</u> | <u>46,668</u> |
| Net book value | | | | |
| At 30 November 2004 | <u>51,013</u> | <u>526</u> | <u>606</u> | <u>52,145</u> |
| At 30 November 2003 | <u>38,346</u> | <u>2,605</u> | <u>1,211</u> | <u>42,162</u> |

Included in the above are assets held under hire purchase contracts amounting to £5,677 (2003-£23,760).

3. Debtors

There are no amounts included in debtors which are due after more than one year.

4. Creditors

Creditors include the following amounts due on hire purchase contracts

| | 2004 £ | 2003 £ |
|------------------------------|-------------------|-------------------|
| Due within one year | 2,436 | 5,411 |
| Due after more than one year | <u>2,030</u> | <u>4,466</u> |
| | <u>4,466</u> | <u>9,877</u> |

5. Share Capital

| | | |
|----------------------------------|--------------|--------------|
| Authorised: | | |
| 1,000 Ordinary shares of £1 each | <u>1,000</u> | <u>1,000</u> |
| Allotted, issued and fully paid: | | |
| 200 Ordinary shares of £ 1 each | <u>200</u> | <u>200</u> |

**NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED
30 NOVEMBER 2004 (Continued)****6. Directors Interests**

Mr A D Streams, Mrs K M Bennett, Mr B Bishop and Mr P J Boreham are directors and shareholders of the following associated companies:

£ 1 Ordinary Shares

| | Enterprise Security Dist Ltd | Enterprise Security Dist (Beds) Ltd | Enterprise Security Dist (Kent) Ltd | Enterprise Security Dist (South West) Ltd | Enterprise Security Dist (NorthWest) Ltd |
|-----------------|---|--|--|--|---|
| Mr A D Streams | 1,250 | 75 | 40 | 100 | 80 |
| Mrs K M Bennett | 1,250 | 40 | 20 | 25 | 40 |
| Mr B Bishop | 1,250 | 35 | 20 | 25 | 40 |
| Mr P J Boreham | 1,250 | - | - | - | - |