
SHREDHOUSE LIMITED

**ABBREVIATED ACCOUNTS
FOR THE PERIOD ENDED
31 MAY 2001**



ABBREVIATED BALANCE SHEET
As at 31 May 2001

	Note	£	2001 £
FIXED ASSETS			
Intangible fixed assets	2		12,600
Tangible fixed assets	3		18,445
			<u>31,045</u>
CURRENT ASSETS			
Stocks		18,000	
Debtors	4	17,849	
Cash in hand		1,169	
		<u>37,018</u>	
		(59,429)	
CREDITORS: amounts falling due within one year			
NET CURRENT LIABILITIES			<u>(22,411)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>£ 8,634</u>
CAPITAL AND RESERVES			
Called up share capital	5		2
Profit and loss account			8,632
			<u>8,634</u>
SHAREHOLDERS' FUNDS			<u>£ 8,634</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and no notice requiring an audit has been deposited under section 249B(2) of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 May 2001 and of its profit for the period then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the financial statements so far as applicable to the company.

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 abbreviated accounts were approved by the board on UNDATED DRAFT and signed on its behalf.

UNSIGNED DRAFT

Director

UNSIGNED DRAFT

Director

The notes on pages 2 to 3 form part of these financial statements.

NOTES TO THE ABBREVIATED ACCOUNTS
For the period ended 31 May 2001

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 in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000) under the historical cost convention.

1.2 Cash Flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1.

1.3 Turnover

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

1.4 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:

Plant & machinery	-	15%	reducing balance
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1.5 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account as incurred.

1.6 Stocks

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.

1.7 Goodwill

Acquired goodwill is amortised over a period of 10 years.

2. INTANGIBLE ASSETS

	£
Cost	
Additions	14,000
At 31 May 2001	<u>14,000</u>
Amortisation	
Charge for period	1,400
At 31 May 2001	<u>1,400</u>
Net Book Value	
At 31 May 2001	<u>£ 12,600</u>

NOTES TO THE ABBREVIATED ACCOUNTS
For the period ended 31 May 2001

3. TANGIBLE FIXED ASSETS

	£
Cost	
Additions	21,700
At 31 May 2001	<u>21,700</u>
Depreciation	
Charge for period	3,255
At 31 May 2001	<u>3,255</u>
Net Book Value	
At 31 May 2001	<u>£ 18,445</u>

4. DEBTORS**5. CALLED UP SHARE CAPITAL**

	2001 £
Authorised	
1,000 Ordinary shares of £1.00 each	£ 1,000
Allotted, called up and fully paid	
2 ordinary shares of £1.00 each	<u>£ 2</u>

During the year two ordinary shares of £1.00 each were issued fully paid for cash at par.

6. TRANSACTIONS WITH DIRECTORS

On 1st June 2000 the company acquired the business previously carried on by the directors, known as 'Shredhouse'. On that date the company purchased goodwill for £14,000 and also purchased the equipment and stock of the company at the market value of £38,758.