

Registration number 4598271

Davison Bedworth Limited

Abbreviated accounts

for the year ended 31 March 2005



Davison Bedworth Limited

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Davison Bedworth Limited

Abbreviated balance sheet
as at 31 March 2005

		2005		2004	
	Notes	£	£	£	£
<u>Fixed assets</u>					
Intangible assets	2		427,842		703,902
Tangible assets	2		56,888		99,579
			<u>484,730</u>		<u>803,481</u>
<u>Current assets</u>					
Stocks		116,656		199,334	
Debtors		277,146		465,398	
Cash at bank and in hand		34,170		40,923	
		<u>427,972</u>		<u>705,655</u>	
<u>Creditors: amounts falling due within one year</u>	3	(428,091)		(682,184)	
<u>Net current (liabilities)/assets</u>			(119)		23,471
<u>Total assets less current liabilities</u>			484,611		826,952
<u>Creditors: amounts falling due after more than one year</u>			(447,286)		(787,244)
<u>Provisions for liabilities and charges</u>			(3,272)		(6,861)
<u>Net assets</u>			<u>34,053</u>		<u>32,847</u>
<u>Capital and reserves</u>					
Called up share capital	4		14,600		20,000
Other reserves			5,400		-
Profit and loss account			<u>14,053</u>		<u>12,847</u>
<u>Shareholders' funds</u>			<u>34,053</u>		<u>32,847</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 7 form an integral part of these financial statements.

Davison Bedworth Limited

Abbreviated balance sheet (continued)

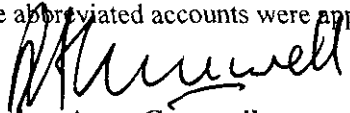
Directors' statements required by Section 249B(4)
for the year ended 31 March 2005

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

- (a) that for the year 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 year ended 31 March 2005 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 year and of its profit or loss for the year 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 abbreviated accounts are 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 22/12/05 and signed on its behalf by


Stephen Amos Cresswell
Director

The notes on pages 3 to 7 form an integral part of these financial statements.

Davison Bedworth Limited

Notes to the abbreviated financial statements
for the year ended 31 March 2005

1. Accounting policies

1.1. Accounting convention

The accounts 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 represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 10 years.

1.4. Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred.

1.5. 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:

Plant and machinery	-	10% straight line from date of purchase
Fixtures, fittings and equipment	-	10% straight line from date of purchase
Motor vehicles	-	20% straight line from date of purchase
Computer equipment	-	33.3% straight line from date of purchase

1.6. Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and 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 constant periodic rates of charge on the net obligations outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.7. Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

1.8. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

Davison Bedworth Limited

Notes to the abbreviated financial statements
for the year ended 31 March 2005

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1.9. Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable;

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

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Notes to the abbreviated financial statements
for the year ended 31 March 2005

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<u>2. Fixed assets</u>	Intangible assets £	Tangible fixed assets £	Total £
<u>Cost</u>			
At 1 April 2004	794,291	111,966	906,257
Additions	25,467	34,521	59,988
Disposals	(278,718)	(63,795)	(342,513)
At 31 March 2005	<u>541,040</u>	<u>82,692</u>	<u>623,732</u>
<u>Depreciation and Provision for diminution in value</u>			
At 1 April 2004	90,389	12,387	102,776
On disposals	(58,315)	(13,142)	(71,457)
Charge for year	81,124	26,559	107,683
At 31 March 2005	<u>113,198</u>	<u>25,804</u>	<u>139,002</u>
<u>Net book values</u>			
At 31 March 2005	<u>427,842</u>	<u>56,888</u>	<u>484,730</u>
At 31 March 2004	<u>703,902</u>	<u>99,579</u>	<u>803,481</u>

Goodwill of £780,000 was purchased from the partners of the two practices which merged to form the company in February 2003. In September 2003 the company sold some goodwill and its Bideford office to an employee. The sale of this goodwill is treated as being at cost. In March 2004 the company acquired the practice of Mr T Kettle. The goodwill relating to this purchase is being depreciated along with the other goodwill. In September 2004 the company purchased goodwill from Mr T Bishop. This goodwill is being depreciated along with the other goodwill.

<u>3. Creditors: amounts falling due within one year</u>	2005 £	2004 £
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Creditors include the following:

Davison Bedworth Limited

Notes to the abbreviated financial statements
for the year ended 31 March 2005

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<u>4. Share capital</u>	2005	2004
	£	£
<u>Authorised</u>		
- Ordinary shares of £1 each	-	200,000
- Ordinary B shares of £1 each	-	800,000
3,400 Ordinary New A shares of 1 each	3,400	-
196,600 Ordinary Old A shares of 1 each	196,600	-
2,000 Ordinary New B shares of 1 each	2,000	-
798,000 Ordinary Old B shares of 1 each	798,000	-
	<u>1,000,000</u>	<u>1,000,000</u>
<u>Allotted, called up and fully paid</u>		
- Ordinary shares of £1 each	-	10,000
- Ordinary B shares of £1 each	-	10,000
6,600 Ordinary Old A shares of 1 each	6,600	-
8,000 Ordinary Old B shares of 1 each	8,000	-
	<u>14,600</u>	<u>20,000</u>

On 31 March 2005 a restructuring of the share capital took place to enable the company to purchase all of the shares belonging to Mr J C Ward following the demerger of the South Molton office and the establishment of a business there by Mr Ward. The Ordinary shares were redesignated as 'New A ' shares and 'Old A' shares. The B shares were redesignated as 'New B' shares and 'Old B' shares. The business of the South Molton office as determined in the demerger documents attached to the New A & New B shares. The company purchased these shares at par as agreed in the demerger documents after the demerger took place. The 'Old A' and 'Old B' shares retained the remainder of the business and are owned by the continuing shareholders. A Capital Redemption Reserve has been established for the repurchase of the 'New A' and 'New B' shares.

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Notes to the abbreviated financial statements
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5. Transactions with directors

Each director has given a personal guarantee to the bank for the sum of £50,000. On 9 March 2005 the bank agreed to release Mr J C Ward from his guarantee on his resignation from the company on 31 March 2005. The balances (both short term and long term) of the directors loan accounts at 31 March 2005 are as follows:- J Ward nil (£295,027 repaid on 31 March 2005 in full) (31 March 2004 £311,991); P Sparkes £183,099 (31 March 2004 £192,112); S Cresswell £189,943 (31 March 2004 £204,566); D Webber £93,073 (31 March 2004 £105,901); P Petrides £87,310 (31 March 2004 £99,726). The property occupied by the business in Barnstaple is owned by Messrs Ward, Sparkes and Cresswell. A rent of £15250 p.a. is paid to them under the terms of the lease. Part of the property at Ilfracombe occupied by the business is owned jointly by Mr Webber and an outside party, and the other part is owned by Messrs Webber and Petrides pension fund. An annual rent of £3500 is paid under the terms of the lease. The directors each charge the company £500 for the additional domestic costs incurred for the considerable amount of work carried out from their homes.