

**BROWNE'S CHOCOLATES LIMITED**  
**ABBREVIATED ACCOUNTS**  
**FOR THE YEAR ENDED 31 AUGUST 2009**



Company No 05305570 (England and Wales)

# BROWNE'S CHOCOLATES LIMITED

## Abbreviated Balance Sheet as at 31 August 2009

	Notes	2009 £	2008 £
<b>Fixed assets</b>			
Intangible assets	2	83,791	90,931
Tangible assets	2	<u>44,012</u>	<u>25,156</u>
		127,803	116,087
<b>Current assets</b>			
Stock		169,080	93,879
Debtors	3	209,884	72,213
Cash at bank		<u>0</u>	<u>0</u>
		378,964	166,092
<b>Creditors: amounts falling due within one year</b>	4	<u>(455,253)</u>	<u>(257,304)</u>
<b>Net current liabilities</b>		<u>(76,289)</u>	<u>(91,212)</u>
<b>Total assets less current liabilities</b>		51,514	24,875
<b>Creditors: amounts falling due after more than one year</b>	4	<u>(209,087)</u>	<u>(103,551)</u>
<b>Net liabilities</b>		<u>(157,573)</u>	<u>(78,676)</u>
<b>Capital and reserves</b>			
Called up share capital	5	25,000	25,000
Profit and loss account		<u>(182,573)</u>	<u>(103,676)</u>
<b>Shareholders' funds</b>		<u>(157,573)</u>	<u>(78,676)</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of s 477 of the Companies Act 2006. Members have not required the company, under s 476 of the Companies Act 2006, to obtain an audit for the year ended 31 August 2009. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with s 386 of the Companies Act 2006, and for preparing accounts which give a true and fair view of the state of affairs of the company as at 31 August 2009 and of its profit or loss for the period then ended in accordance with the requirements of s 396, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

These abbreviated accounts have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and were approved by the board on 1<sup>st</sup> April 2010 and signed on its behalf by -

Wendy White  
Director



The notes on page 2-4 form parts of these financial statements

# BROWNE'S CHOCOLATES LIMITED

## Notes to the abbreviated accounts for the year ended 31 August 2009

### 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 April 2008)

The financial statements have been prepared on a going concern basis due to the continued support of the company's directors

#### 1.2 Turnover and Income Recognition

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

#### 1.3 Intangible Fixed Assets and Amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the separable net assets. It is amortised to the profit and loss account over its estimated economic life of ten years

#### 1.4 Research and Development

Expenditure on research and development is written off in the year it is incurred, except that development expenditure incurred on an individual project is carried forward when its future recoverability can reasonably be regarded as assured. The expenditure carried forward is treated as an intangible fixed asset and amortised over its estimated economic life of 3 years so as to match the expenditure with the anticipated sales from the related project

#### 1.5 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, on a straight line basis over their expected useful lives as follows

Improvements to Property	10 years straight line
Plant and Machinery	25% reducing balance
Office Equipment	3 years straight line
Furniture and Fixtures	10 years straight line

#### 1.6 Leasing and Hire Purchase Contracts

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. 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 constant periodic rate of charge on the net obligation outstanding in each period. 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 as incurred

# BROWNE'S CHOCOLATES LIMITED

## Notes to the abbreviated accounts for the year ended 31 August 2009 (continued)

### 1.7 Stock

Stock is valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stock

### 1.8 Debt Factoring

The company factors its debts. The gross debts are shown as an asset on the balance sheet and the proceeds from the factor company are included within creditors as a liability

### 1.9 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 director considers 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

## 2 Fixed Assets

	Intangible Assets £	Tangible Assets £	Total £
<b>Cost</b>			
Balance brought forward	114,432	53,635	168,067
Additions during year	<u>7,173</u>	<u>29,996</u>	<u>37,169</u>
Balance carried forward	<u>121,605</u>	<u>83,631</u>	<u>205,236</u>
<b>Amortisation/Depreciation</b>			
Balance brought forward	23,501	28,479	51,980
Charge for year	<u>14,313</u>	<u>11,140</u>	<u>25,453</u>
Balance carried forward	<u>37,814</u>	<u>39,619</u>	<u>77,433</u>
<b>Net book value</b>			
At 31 August 2009	<u>83,791</u>	<u>44,012</u>	<u>127,803</u>
At 31 August 2008	<u>90,931</u>	<u>25,156</u>	<u>116,087</u>

# BROWNE'S CHOCOLATES LIMITED

## Notes to the abbreviated accounts for the year ended 31 August 2009 (continued)

<b>3 Debtors</b>	<b>2009</b>	<b>2008</b>
	£	£
Due after more than one year	<u>3,750</u>	<u>3,750</u>
<b>4 Creditors – secured liabilities</b>	<b>2009</b>	<b>2008</b>
	£	£
Amounts falling due within one year	111,780	126,696
Amounts falling due after more than one year	<u>114,087</u>	<u>8,551</u>
	<u>225,867</u>	<u>135,247</u>
<b>5 Share Capital</b>	<b>2009</b>	<b>2008</b>
	£	£
<b>Authorised, Allotted, Called up and Fully Paid</b>		
25,000 Ordinary shares of £1 each	<u>25,000</u>	<u>25,000</u>

### 6 Parent Company

The company is a wholly owned subsidiary of Seckloe 306 Limited

### 7 Related Parties and Transactions with Directors

At the balance sheet date a loan of £95,000 (2008 £95,000) from the parent company is included in creditors due after more than one year. The loan is interest free and has no fixed date for repayment.

The bank loan and overdraft up to the value of £75,000 (2008 £89,683) at the balance sheet date is secured by personal guarantees from the company's directors.

At the balance sheet date, the company owed the directors, an amount of £3,933 (2008 £566). The loan is interest free and has no fixed date for repayment.