

Company Registration number 05312398 (England & Wales)

## **DAVIES TIMBER LTD**

### **Abbreviated Accounts**

**For the year ended 31 March 2007**

## **COGNITOR LIMITED**

**Birch House  
Harris Business Park  
Hanbury Road  
Bromsgrove  
B60 4DJ**

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# DAVIES TIMBER LTD

Financial statements for the year ended 31 March 2007

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# DAVIES TIMBER LTD

## Abbreviated balance sheet as at 31 March 2007

	<i>Notes</i>	<u>2007</u> £	<u>2006</u> £
<b>Fixed assets</b>			
Tangible assets	2	42,480	54,135
<b>Current assets</b>			
Stock		183,661	145,820
Debtors		170,802	237,357
Cash at bank and in hand		28,228	23,194
		<u>382,691</u>	<u>406,371</u>
<b>Creditors: amounts falling due within one year</b>		<u>(391,752)</u>	<u>(396,097)</u>
<b>Net current liabilities(2006 assets)</b>		<u>(9,061)</u>	<u>10,274</u>
<b>Total assets less current liabilities</b>		<u>33,419</u>	<u>64,409</u>
<b>Creditors: amounts falling due after more than one year</b>	3	<u>(16,722)</u>	<u>(23,170)</u>
		<u>16,697</u>	<u>41,239</u>
<b>Capital and reserves</b>			
Called up share capital	4	102	102
Profit and loss account		16,595	41,137
<b>Shareholders' funds</b>		<u>16,697</u>	<u>41,239</u>

These accounts have been prepared in accordance with the special provisions relating to small companies within part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective January 2005)

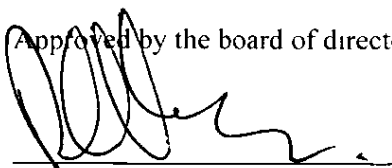
The directors are of the opinion that the company is entitled to the exemptions from audit conferred by section 249A(1) of the Companies Act 1985 for the year ended 31 March 2007

The directors confirm that no member or members have requested an audit pursuant to subsection 2 of section 249B of the Companies Act 1985

The directors are responsible for -

- ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and
- preparing accounts which give a true and fair view of the state of affairs of the company as at 31 March 2007 and of its results for the year then ended in accordance with the requirements of section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company

Approved by the board of directors on 30 November 2007 and signed on its behalf



**D G Nicholls - Director**

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

# DAVIES TIMBER LTD

## Notes to the abbreviated accounts for the year ended 31 March 2007

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### 1 Accounting policies

#### a) Basis of accounting

The financial statements are prepared on the historical cost basis of accounting and have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

The company has taken advantage of the exemption, conferred by Financial Reporting Standard 1, from presenting a cash flow statement as it qualifies as a small company

#### b) Turnover

Turnover represents net invoiced sales of goods and services, excluding value added tax

#### c) Depreciation of tangible fixed assets

Depreciation is provided on all tangible fixed assets at rates calculated to write off the full cost or valuation less estimated residual value of each asset over its estimated useful life. The principal rates in use are

Plant and machinery	25%	on reducing balance basis
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#### d) Stocks

Stock and work in progress is valued at the lower of cost and estimated net realisable value

Cost of raw materials is determined on the first in first out basis. In the case of work in progress and finished goods, cost includes all direct expenditure and production overheads based on the normal level of activity. Net realisable value is the price at which the stock can be released in the normal course of business, less further costs to completion of sale

#### e) Deferred taxation

Deferred tax is provided in respect of the tax effect of all timing differences that have originated but not reversed at the balance sheet date

Deferred tax is measured on a nondiscounted basis, at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date

#### f) Hire purchase and lease transactions

Assets acquired under hire purchase agreements and finance leases are capitalised in the balance sheet and are depreciated in accordance with the company's normal policy. The outstanding liabilities under such agreements less interest not yet due are included in creditors. Interest on such agreements is charged to the profit and loss account over the term of each agreement and represents a constant proportion of the balance of capital repayments outstanding

Rentals under operating leases are charged to the profit and loss account as they fall due

#### g) Pension scheme

The company operates a defined contribution pension scheme and pension contributions are charged to profit and loss account as they become payable

# DAVIES TIMBER LTD

Notes to the abbreviated accounts for the year ended 31 March 2007 (continued)

## 2 Fixed assets

	<i>Tangible fixed assets £</i>
<b>Cost:</b>	
At 1 April 2006	65,203
Additions	2,007
At 31 March 2007	<u>67,210</u>
<b>Depreciation:</b>	
At 1 April 2006	11,068
Provision for the year	13,662
At 31 March 2007	<u>24,730</u>
<b>Net book value:</b>	
At 31 March 2007	<u>42,480</u>
At 31 March 2006	<u>54,135</u>

## 3 Creditors: amounts falling due after more than one year

	<u>2007</u> £	<u>2006</u> £
Net obligations under finance leases and hire purchase contracts	<u>16,722</u>	<u>23,170</u>

## 4 Called-up share capital

	<u>2007</u> £	<u>2006</u> £
<b>Authorised</b>		
<b>Equity shares:</b>		
Ordinary shares of £1 each	998	998
<b>Non-equity shares:</b>		
Preference A shares of £1 each	1	1
Preference B shares of £1 each	1	1
	<u>1,000</u>	<u>1,000</u>
<b>Allotted, called up and fully paid</b>		
<b>Equity shares:</b>		
Ordinary shares of £1 each	100	100
<b>Non-equity shares:</b>		
Preference A shares of £1 each	1	1
Preference B shares of £1 each	1	1
	<u>102</u>	<u>102</u>