

Report of the Directors and
Unaudited Financial Statements
for the Year Ended 31 October 2008
for
Shorthill Developments Ltd



Shorthill Developments Ltd

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for the Year Ended 31 October 2008**

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Shorthill Developments Ltd

Company Information
for the Year Ended 31 October 2008

DIRECTORS: A R C Hill
J R Short

SECRETARY: A R C Hill

REGISTERED OFFICE: Kingsley House
Church Lane
Shurdington
Cheltenham
Gloucestershire
GL51 4TQ

REGISTERED NUMBER: 05456389 (England and Wales)

ACCOUNTANTS: B and P Accounting
Kingsley House
Church Lane
Shurdington
Cheltenham
Gloucestershire
GL51 4TQ

Shorthill Developments Ltd

**Report of the Directors
for the Year Ended 31 October 2008**

The directors present their report with the financial statements of the company for the year ended 31 October 2008.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the development of properties.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 November 2007 to the date of this report.

A R C Hill

J R Short

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



.....
A R C Hill - Secretary

Date: 27.04.09.....

Shorthill Developments Ltd

Profit and Loss Account
for the Year Ended 31 October 2008

	Notes	31.10.08 £	31.10.07 £
TURNOVER	2	-	290,000
Cost of sales		(13,080)	246,904
GROSS PROFIT		13,080	43,096
Administrative expenses		7,495	25,907
		5,585	17,189
Other operating income		4,131	3,539
OPERATING PROFIT	3	9,716	20,728
Interest receivable and similar income		406	673
		10,122	21,401
Interest payable and similar charges		7,943	10,265
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		2,179	11,136
Tax on profit on ordinary activities	4	97	132
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		<u>2,082</u>	<u>11,004</u>

The notes form part of these financial statements

Shorthill Developments Ltd

Balance Sheet
31 October 2008

	Notes	31.10.08		31.10.07	
		£	£	£	£
FIXED ASSETS					
Tangible assets	5		6,947		9,265
Investment property	6		200,000		-
			<u>206,947</u>		<u>9,265</u>
CURRENT ASSETS					
Debtors	7	3,453		450	
Cash at bank		11,386		21,985	
		<u>14,839</u>		<u>22,435</u>	
CREDITORS					
Amounts falling due within one year	8	32,921		32,275	
		<u>32,921</u>		<u>32,275</u>	
NET CURRENT LIABILITIES			<u>(18,082)</u>		<u>(9,840)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			188,865		(575)
CREDITORS					
Amounts falling due after more than one year	9		191,981		4,623
			<u>191,981</u>		<u>4,623</u>
NET LIABILITIES			<u>(3,116)</u>		<u>(5,198)</u>
CAPITAL AND RESERVES					
Called up share capital	11		100		100
Profit and loss account	12		(3,216)		(5,298)
			<u>(3,116)</u>		<u>(5,198)</u>
SHAREHOLDERS' FUNDS			<u>(3,116)</u>		<u>(5,198)</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 October 2008.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2008 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

Shorthill Developments Ltd

Balance Sheet - continued

31 October 2008

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2007).

The financial statements were approved by the Board of Directors on 27.04.09 and were signed on its behalf by:



.....
A R C Hill - Director



.....
J R Short - Director

The notes form part of these financial statements

Shorthill Developments Ltd

Notes to the Financial Statements **for the Year Ended 31 October 2008**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

Turnover

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

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in market value is transferred to a revaluation reserve.

Deferred tax

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

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Going concern

The financial statements have been prepared on a going concern basis which assumes that the company will continue in existence for the foreseeable future. The validity of this assumption depends on the continued financial support of the directors. The directors intend to continue to support the company. The financial statements do not include any adjustments which would be necessary if this support were withdrawn.

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

3. OPERATING PROFIT

The operating profit is stated after charging:

	31.10.08	31.10.07
	£	£
Depreciation - owned assets	364	485
Depreciation - assets on hire purchase contracts	1,954	2,604
	<u> </u>	<u> </u>
Directors' emoluments and other benefits etc	-	5,200
	<u> </u>	<u> </u>

Shorthill Developments Ltd

**Notes to the Financial Statements - continued
for the Year Ended 31 October 2008**

4. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	31.10.08	31.10.07
	£	£
Current tax:		
UK corporation tax	97	132
	<u>97</u>	<u>132</u>
Tax on profit on ordinary activities	<u>97</u>	<u>132</u>

Factors that may affect future tax charges

At 31 October 2008 and subject to the agreement of H M Revenue and Customs, the company has tax losses to carry forward of approximately £2,400 (2007 - £4,000).

5. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 November 2007 and 31 October 2008	1,724	769	13,891	16,384
DEPRECIATION				
At 1 November 2007	706	336	6,077	7,119
Charge for year	255	109	1,954	2,318
At 31 October 2008	961	445	8,031	9,437
NET BOOK VALUE				
At 31 October 2008	763	324	5,860	6,947
At 31 October 2007	1,018	433	7,814	9,265

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
At 1 November 2007 and 31 October 2008	13,891
DEPRECIATION	
At 1 November 2007	6,077
Charge for year	1,954
At 31 October 2008	8,031
NET BOOK VALUE	
At 31 October 2008	5,860
At 31 October 2007	7,814

Shorthill Developments Ltd

**Notes to the Financial Statements - continued
for the Year Ended 31 October 2008**

6. INVESTMENT PROPERTY

	Total £
COST	
Additions	200,000
At 31 October 2008	<u>200,000</u>
NET BOOK VALUE	
At 31 October 2008	<u><u>200,000</u></u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.08 £	31.10.07 £
Other debtors	250	150
Prepayments and accrued income	3,203	300
	<u>3,453</u>	<u>450</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.08 £	31.10.07 £
Hire purchase contracts	2,641	2,641
Corporation tax	97	132
Net wages outstanding	-	1,690
Directors' current accounts	28,868	26,612
Accruals and deferred income	1,315	1,200
	<u>32,921</u>	<u>32,275</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.10.08 £	31.10.07 £
Other loans - 1-5 years	40,000	-
Mortgages 2 - 5 years	150,000	-
Hire purchase contracts	1,981	4,623
	<u>191,981</u>	<u>4,623</u>

The other loan of £40,000 is repayable on the sale of the investment property.

10. SECURED DEBTS

The following secured debts are included within creditors:

	31.10.08 £	31.10.07 £
Mortgages	150,000	-
Hire purchase contracts	4,622	7,264
	<u>154,622</u>	<u>7,264</u>

Shorthill Developments Ltd

**Notes to the Financial Statements - continued
for the Year Ended 31 October 2008**

11. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	31.10.08	31.10.07
			£	£
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>
Allotted and issued:				
Number:	Class:	Nominal value:	31.10.08	31.10.07
			£	£
100	Share capital 1	£1	<u>100</u>	<u>100</u>

12. RESERVES

				Profit and loss account £
At 1 November 2007				(5,298)
Profit for the year				<u>2,082</u>
At 31 October 2008				<u>(3,216)</u>

13. TRANSACTIONS WITH DIRECTORS

At 31 October 2008 an amount of £20,302 was due to director A R C Hill and an amount of £8,565 was due to director J R Short.

14. RELATED PARTY DISCLOSURES

During the year the company sold goods and services to the value of £1,300 to Sons of Sawdust Limited, a company under the control of directors A R C Hill and J R Short.

During the year the company paid £12,000 for goods and services to Sons of Sawdust Limited.

During the year the company paid interest of £1,575 to B Short, a person connected with director J R Short, in respect of the loan of £40,000 included in other creditors (note 9).

15. ULTIMATE CONTROLLING PARTY

Throughout the year the company was under the control of directors A R C Hill and J R Short.

Shorthill Developments Ltd

**Report of the Accountants to the Directors of
Shorthill Developments Ltd**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 October 2008 set out on pages three to nine and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

B and P Accounting
Kingsley House
Church Lane
Shurdington
Cheltenham
Gloucestershire
GL51 4TQ

Date:

Shorthill Developments Ltd

**Trading and Profit and Loss Account
for the Year Ended 31 October 2008**

	31.10.08		31.10.07	
	£	£	£	£
Sales		-		290,000
Cost of sales				
Opening work in progress	-		241,892	
Purchases	161,612		1,365	
Sub contractors	22,990		558	
Depreciation of tangible fixed assets				
Plant and machinery	255		341	
Fixtures and fittings	109		144	
Motor vehicles	1,954		2,604	
	<u>186,920</u>		<u>246,904</u>	
Closing valuation	(200,000)		-	
		(13,080)		246,904
GROSS PROFIT		13,080		43,096
Other income				
Rents received	181		-	
Other income	3,850		3,389	
HMRC online filing incentive	100		150	
Deposit account interest	406		673	
	<u>4,537</u>		<u>4,212</u>	
		17,617		47,308
Expenditure				
Rates and water	83		139	
Use of residence as office	520		520	
Insurance	671		691	
Light and heat	21		369	
Service charge payable	-		4,149	
Directors' salaries	-		5,200	
Wages and salaries	-		5,206	
Social security	-		33	
Telephone	-		659	
Post and stationery	79		75	
Motor expenses	406		475	
Sundry expenses	-		31	
Accountancy	1,322		1,200	
Legal fees	3,985		6,720	
Letting fees	115		-	
	<u>7,202</u>		<u>25,467</u>	
Carried forward		10,415		21,841

This page does not form part of the statutory financial statements

Shorthill Developments Ltd

**Trading and Profit and Loss Account
for the Year Ended 31 October 2008**

	31.10.08		31.10.07	
	£	£	£	£
Brought forward		10,415		21,841
Finance costs				
Bank charges	293		440	
Bank interest	-		2	
Bank loan interest	1,575		1,609	
Mortgage	5,757		7,818	
Hire purchase	611		836	
		<u>8,236</u>		<u>10,705</u>
NET PROFIT		<u>2,179</u>		<u>11,136</u>

This page does not form part of the statutory financial statements