

Company Registration Number 05596879

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Scala Surgical Limited
Unaudited financial statements
31 December 2010



Scala Surgical Limited

Financial statements

Year ended 31 December 2010

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Scala Surgical Limited

Officers and professional advisers

The director	Mrs S Zafaryab
Company secretary	H Zafaryab
Registered office	73-75 High Street Stevenage Hertfordshire SG1 3HR
Accountants	Chantrey Vellacott DFK LLP Chartered Accountants First Floor 73-75 High Street Stevenage Hertfordshire SG1 3HR
Bankers	Barclays Bank Plc Acorn House 36-38 Park Royal Road London NW10 7JA

Scala Surgical Limited

Director's report

Year ended 31 December 2010

The director has pleasure in presenting her report and the unaudited financial statements of the company for the year ended 31 December 2010

Principal activities

The principal activity of the company during the year was the import and retail of surgical goods and equipment

The directors believe that the company has adequate resources and is well placed to manage its business risks successfully. Therefore the directors continue to adopt the going concern basis of accounting in preparing the financial statements

Director

The director who served the company during the year was as follows

Mrs S Zafaryab

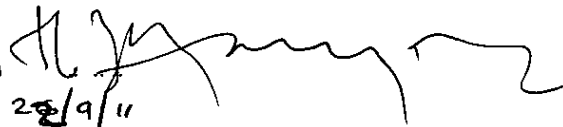
Small company provisions

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

Signed by order of the director

H Zafaryab
Company Secretary

Approved by the director on



28/9/11

Scala Surgical Limited

Report to the director on the preparation of the unaudited statutory financial statements of Scala Surgical Limited

Year ended 31 December 2010

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Scala Surgical Limited for the year ended 31 December 2010 as set out on pages 4 to 10 from the company's accounting records and from information and explanations you have given us

As a practising member firm of The Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at www.icaew.com

This report is made solely to the director of Scala Surgical Limited, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Scala Surgical Limited and state those matters that we have agreed to state to her, as a body, in this report in accordance with the requirements of The Institute of Chartered Accountants in England and Wales as detailed at www.icaew.com. To the fullest extent possible permitted by law, we do not accept or assume responsibility to anyone other than Scala Surgical Limited and its director for our work or for this report.

It is your duty to ensure that Scala Surgical Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit or loss of Scala Surgical Limited. You consider that Scala Surgical Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Scala Surgical Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

CHANTREY VELLACOTT DFK LLP
Chartered Accountants

Stevenage

22/9/11

Scala Surgical Limited**Profit and loss account****Year ended 31 December 2010**

	Note	2010 £	2009 £
Turnover		942,563	889,802
Cost of sales		<u>519,259</u>	<u>562,136</u>
Gross profit		423,304	327,666
Administrative expenses		139,963	136,189
Other operating income	2	<u>—</u>	<u>(75)</u>
Operating profit	3	283,341	191,552
Interest payable and similar charges		<u>277</u>	<u>3</u>
Profit on ordinary activities before taxation		283,064	191,549
Tax on profit on ordinary activities	4	<u>64,486</u>	<u>44,350</u>
Profit for the financial year		<u>218,578</u>	<u>147,199</u>

The notes on pages 6 to 10 form part of these financial statements

Scala Surgical Limited**Balance sheet****As at 31 December 2010**

	Note	2010 £	2009 £
Fixed assets			
Tangible assets	5	<u>717,881</u>	<u>737,308</u>
Current assets			
Stocks		45,000	50,000
Debtors	6	<u>177,647</u>	<u>66,349</u>
Cash at bank		<u>97,337</u>	<u>124,288</u>
		319,984	240,637
Creditors amounts falling due within one year	7	<u>212,816</u>	<u>371,915</u>
Net current assets/(liabilities)		107,168	(131,278)
Total assets less current liabilities		<u>825,049</u>	<u>606,030</u>
Provisions for liabilities			
Deferred taxation	8	<u>1,714</u>	<u>1,273</u>
		<u>823,335</u>	<u>604,757</u>
Capital and reserves			
Called up equity share capital	10	100	100
Profit and loss account	11	<u>823,235</u>	<u>604,657</u>
Shareholders' funds		<u>823,335</u>	<u>604,757</u>

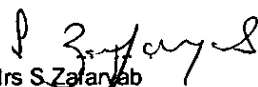
The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477, and that no member or members have requested an audit pursuant to section 476 of the Act

The director acknowledges her responsibility for

- (i) ensuring that the company keeps adequate accounting records which comply with section 386 of the Act, and
- (ii) 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 financial year in accordance with the requirements of section 393, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These financial statements were approved and signed by the director and authorised for issue on 20/9/11


Mrs S. Zaryab

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Company Registration Number 05596879

The notes on pages 6 to 10 form part of these financial statements

Scala Surgical Limited

Notes to the financial statements

Year ended 31 December 2010

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax

Fixed assets

All fixed assets are initially recorded at cost

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Freehold buildings	-	Straight line over twenty five years
Plant and machinery	-	25% reducing balance
Fixtures, fittings and equipment	-	25% reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Deferred taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity

2 Other operating income

	2010 £	2009 £
Other operating income	<u>-</u>	<u>75</u>

Scala Surgical Limited

Notes to the financial statements

Year ended 31 December 2010

3 Operating profit

Operating profit is stated after charging

	2010 £	2009 £
Director's remuneration	24,000	24,000
Depreciation of owned fixed assets	<u>21,869</u>	<u>22,195</u>

4 Taxation on ordinary activities

(a) Analysis of charge in the year

	2010 £	2009 £
Current tax		
In respect of the year		
UK Corporation tax based on the results for the year at 22.68% (2009 - 21%)	64,045	44,065
Total current tax	<u>64,045</u>	<u>44,065</u>
Deferred tax		
Origination and reversal of timing differences (note 8)		
Capital allowances	866	285
Effect of changed tax rate on opening balance	(425)	-
Total deferred tax (note 8)	<u>441</u>	<u>285</u>
Tax on profit on ordinary activities	<u>64,486</u>	<u>44,350</u>

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is at a lower rate than the standard rate of corporation tax in the UK of 22.68% (2009 - 21%)

	2010 £	2009 £
Profit on ordinary activities before taxation	<u>283,064</u>	<u>191,549</u>
Profit on ordinary activities multiplied by rate of tax	79,258	40,225
Expenses not deductible for tax purposes	575	496
Capital allowances for period in excess of depreciation	5,151	3,344
Tax chargeable at lower rates	<u>(20,939)</u>	<u>-</u>
Total current tax (note 4(a))	<u>64,045</u>	<u>44,065</u>

Scala Surgical Limited

Notes to the financial statements

Year ended 31 December 2010

5 Tangible fixed assets

	Freehold property £	Plant and machinery £	Fixtures, fittings and equipment £	Total £
Cost				
At 1 January 2010	781,484	5,605	16,195	803,284
Additions	–	–	2,442	2,442
At 31 December 2010	781,484	5,605	18,637	805,726
Depreciation				
At 1 January 2010	55,377	2,981	7,618	65,976
Charge for the year	18,459	656	2,754	21,869
At 31 December 2010	73,836	3,637	10,372	87,845
Net book value				
At 31 December 2010	707,648	1,968	8,265	717,881
At 31 December 2009	726,107	2,624	8,577	737,308

6 Debtors

	2010 £	2009 £
Trade debtors	117,267	57,871
Prepayments and accrued income	60,380	8,478
	177,647	66,349

7 Creditors amounts falling due within one year

	2010 £	2009 £
Trade creditors	10,078	9,565
Taxation and social security	111,253	71,112
Amounts due to connected companies	6,864	213,169
Director's current accounts	81,021	74,569
Accruals and deferred income	3,600	3,500
	212,816	371,915

Scala Surgical Limited

Notes to the financial statements

Year ended 31 December 2010

8. Deferred taxation

The movement in the deferred taxation provision during the year was

	2010 £	2009 £
Provision brought forward	1,273	988
Profit and loss account movement arising during the year (note 4)	<u>441</u>	<u>285</u>
Provision carried forward	<u>1,714</u>	<u>1,273</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of

	2010 £	2009 £
Excess of taxation allowances over depreciation on fixed assets	1,714	1,273
	<u>1,714</u>	<u>1,273</u>

9 Related party transactions

The company was under the control of Mrs S Zafaryab throughout the current and previous year. Mrs S Zafaryab is the director and majority shareholder.

Scala Impex Limited

The company is related to Scala Impex Limited, a company incorporated in England and Wales, through common control.

During the year, the company paid £1,585 on behalf of Scala Impex Limited. During the year Scala Impex Limited banked £4,719 on behalf of the company. The company repaid £200,000 of the monies owed to Scala Impex Limited in the year.

The amount due to Scala Impex Limited at the balance sheet date was £6,864 (2009 - £213,169).

10 Share capital

Authorised share capital:

	2010 £	2009 £
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

Scala Surgical Limited

Notes to the financial statements

Year ended 31 December 2010

10 Share capital (*continued*)

Allotted, called up and fully paid

	2010 No	£	2009 No	£
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

11 Profit and loss account

	2010 £	2009 £
Balance brought forward	604,657	457,458
Profit for the financial year	<u>218,578</u>	<u>147,199</u>
Balance carried forward	<u>823,235</u>	<u>604,657</u>