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Company Registration Number 05596879

Scala Surgical Limited
Unaudited financial statements
31 December 2008



Scala Surgical Limited

Financial statements

Year ended 31 December 2008

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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 2008

The director has pleasure in presenting her report and the unaudited financial statements of the company for the year ended 31 December 2008.

Principal activities

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

Director and her interests in the shares of the company

The director who served the company during the year together with her beneficial interests in the shares of the company was as follows:

	Ordinary Shares of £1 each	
	At 31 December 2008	At 1 January 2008
Mrs S Zafaryab	<u>75</u>	<u>75</u>

Small company provisions

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

Signed by order of the director



H Zafaryab
Company Secretary

Approved by the director on 22 October 2009

Scala Surgical Limited

**Chartered accountants' report to the director on the unaudited financial statements of
Scala Surgical Limited**

Year ended 31 December 2008

In accordance with the engagement letter dated 1 December 2008, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the profit and loss account, balance sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the company's director, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's director that we have done so, and state those matters that we have agreed to state to her in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's director, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 December 2008 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. 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 financial statements.



CHANTREY VELLACOTT DFK LLP
Chartered Accountants

Stevenage

23 October 2009

Scala Surgical Limited**Profit and loss account****Year ended 31 December 2008**

	Note	2008 £	2007 £
Turnover		1,263,440	941,248
Cost of sales		<u>771,682</u>	<u>564,060</u>
Gross profit		491,758	377,188
Administrative expenses		148,093	143,517
Other operating income	2	<u>(100)</u>	<u>(150)</u>
Operating profit	3	343,765	233,821
Interest receivable and similar income		–	2,480
Interest payable and similar charges		<u>(32,116)</u>	<u>(6,580)</u>
Profit on ordinary activities before taxation		311,649	229,721
Tax on profit on ordinary activities	4	<u>71,457</u>	<u>62,356</u>
Profit for the financial year		<u>240,192</u>	<u>167,365</u>

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

Scala Surgical Limited

Balance sheet

As at 31 December 2008

	Note	2008 £	2007 £
Fixed assets			
Tangible assets	5	<u>754,515</u>	<u>772,304</u>
Current assets			
Stocks		65,000	98,318
Debtors	6	<u>91,947</u>	<u>301,733</u>
Cash at bank		<u>40,682</u>	<u>29,165</u>
		197,629	429,216
Creditors: amounts falling due within one year	7	<u>455,538</u>	<u>511,644</u>
Net current liabilities		(257,909)	(82,428)
Total assets less current liabilities		<u>496,606</u>	<u>689,876</u>
Creditors: amounts falling due after more than one year	8	38,060	471,626
Provisions for liabilities			
Deferred taxation	9	<u>988</u>	<u>884</u>
		<u>457,558</u>	<u>217,366</u>
Capital and reserves			
Called up equity share capital	11	100	100
Profit and loss account	12	<u>457,458</u>	<u>217,266</u>
Shareholders' funds		<u>457,558</u>	<u>217,366</u>

The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges her responsibility for:

- ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- 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 226, 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 VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective January 2007).

These financial statements were approved and signed by the director and authorised for issue on 22 October 2009.


Mrs S Zafaryab

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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 2008

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 January 2007).

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 instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2. Other operating income

	2008 £	2007 £
Other operating income	<u>100</u>	<u>150</u>

3. Operating profit

Operating profit is stated after charging:

	2008 £	2007 £
Director's emoluments	24,000	24,000
Depreciation of owned fixed assets	<u>21,777</u>	<u>21,553</u>

Scala Surgical Limited

Notes to the financial statements

Year ended 31 December 2008

4. Taxation on ordinary activities

(a) Analysis of charge in the year

	2008 £	2007 £
Current tax:		
In respect of the year:		
UK Corporation tax based on the results for the year at 21.63% (2007 - 24.81%)	71,353	61,472
Total current tax	71,353	61,472
Deferred tax:		
Origination and reversal of timing differences (note 9)		
Capital allowances	104	884
Tax on profit on ordinary activities	71,457	62,356

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is at a higher rate than the standard rate of corporation tax in the UK of 21.63% (2007 - 24.81%).

	2008 £	2007 £
Profit on ordinary activities before taxation	311,649	229,721
Profit on ordinary activities multiplied by rate of tax	67,406	56,989
Expenses not deductible for tax purposes	35	504
Capital allowances for period in excess of depreciation	3,912	3,979
Total current tax (note 4(a))	71,353	61,472

Scala Surgical Limited

Notes to the financial statements

Year ended 31 December 2008

5. Tangible fixed assets

	Freehold property £	Plant and machinery £	Fixtures, fittings and equipment £	Total £
Cost				
At 1 January 2008	781,484	2,405	10,419	794,308
Additions	—	3,200	788	3,988
At 31 December 2008	781,484	5,605	11,207	798,296
Depreciation				
At 1 January 2008	18,459	940	2,605	22,004
Charge for the year	18,459	1,166	2,152	21,777
At 31 December 2008	36,918	2,106	4,757	43,781
Net book value				
At 31 December 2008	744,566	3,499	6,450	754,515
At 31 December 2007	763,025	1,465	7,814	772,304

6. Debtors

	2008 £	2007 £
Trade debtors	86,502	189,786
VAT recoverable	—	109,189
Prepayments and accrued income	5,445	2,758
	91,947	301,733

7. Creditors: amounts falling due within one year

	2008 £	2007 £
Bank loans	53,092	130,249
Trade creditors	1,409	38,331
Taxation and social security	139,375	68,207
Amounts due to connected companies	215,020	238,320
Director's current accounts	41,572	26,461
Accruals and deferred income	5,070	10,076
	455,538	511,644

Scala Surgical Limited

Notes to the financial statements

Year ended 31 December 2008

8. Creditors: amounts falling due after more than one year

	2008 £	2007 £
Bank loans	<u>38,060</u>	<u>471,626</u>

9. Deferred taxation

The movement in the deferred taxation provision during the year was:

	2008 £	2007 £
Provision brought forward	884	-
Profit and loss account movement arising during the year (note 4)	<u>104</u>	<u>884</u>
Provision carried forward	<u>988</u>	<u>884</u>

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

	2008 £	2007 £
Excess of taxation allowances over depreciation on fixed assets	<u>988</u>	<u>884</u>
	<u>988</u>	<u>884</u>

10. 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 Scala Impex Limited paid £6,200 and banked £17,795 on behalf of the company in the year. In addition the company banked £342 and paid £3,047 on behalf of Scala Impex Limited.

The company repaid £9,000 of the monies owed to Scala Impex Limited in the year.

The amount due to Scala Impex Limited at the balance sheet date was £215,020 (2007 - £238,320).

Scala Surgical Limited

Notes to the financial statements

Year ended 31 December 2008

11. Share capital

Authorised share capital:

	2008 £	2007 £
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

Allotted, called up and fully paid:

	2008 No	£	2007 No	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

12. Profit and loss account

	2008 £	2007 £
Balance brought forward	217,266	49,901
Profit for the financial year	<u>240,192</u>	<u>167,365</u>
Balance carried forward	<u>457,458</u>	<u>217,266</u>