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Return

PRICE & MYERS LLP

ACCOUNTS

YEAR ENDED 31/03/07

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31/01/2008

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COMPANIES HOUSE

FINNISTON & CO

CHARTERED ACCOUNTANTS

**REPORT OF THE AUDITORS**  
**TO THE MEMBERS OF**  
**PRICE & MYERS LLP**  
**YEAR ENDED 31/03/07**

We have audited the attached financial statements and notes

This report is made solely to the LLP's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the LLP's members those matters we are required to state to them in an auditors' 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 LLP and the LLP's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion, the LLP is entitled to deliver abbreviated accounts and they have been properly prepared in accordance with section 246 of the Companies Act 1985.

**RESPECTIVE RESPONSIBILITIES OF MEMBERS AND AUDITORS**

The LLP's members are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

**BASIS OF OPINION**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the members in the preparation of the financial statements, and of whether the accounting policies are appropriate to the LLP's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**OPINION**

In our opinion the financial statements give a true and fair view of the state of the LLP's affairs at 31/03/07 and of its results for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**FINNISTON & CO**  
**CHARTERED ACCOUNTANTS**  
**REGISTERED AUDITOR**

Wedderburn House  
1 Wedderburn Road  
London NW3 5QR

DATED 31/01/08

**PRICE & MYERS LLP**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 31/03/07**

|  | <b>2007</b> | <b>2006</b> |
|--|-------------|-------------|
| Sales  | 11,327,070  | 9,207,825   |
| Cost of sales                                  | -5,630,373  | -4,573,763  |
| Gross profit                                   | 5,696,697   | 4,634,062   |
| Distribution costs and administrative expenses | -2,807,156  | -2,421,321  |
| Operating profit                               | 2,889,541   | 2,212,741   |
| Interest/dividends etc received                | 17,879      | 16,379      |
|  | 2,907,420   | 2,229,120   |
| Interest paid                                  | -7,883      | -9,056      |
| Profit on ordinary activities before taxation  | 2,899,537   | 2,220,064   |

The attached notes form part of these financial statements

**PRICE & MYERS LLP**  
**BALANCE SHEET AT**  
**31/03/07**

|  | <b>2007</b>      | <b>2006</b>      |
|--|------------------|------------------|
| FIXED ASSETS (Note 1)                              | 315,954          | 194,802          |
| CURRENT ASSETS                                     |                  |                  |
| Investments  | 69,595           | 69,423           |
| Work-in-progress                                   | 1,011,074        | 918,421          |
| Debtors & prepayments                              | 2,859,160        | 2,019,886        |
| Cash at bank & in hand                             | 646,739          | 496,197          |
|  | <u>4,586,568</u> | <u>3,503,927</u> |
| CREDITORS - amounts falling<br>due within one year | <u>803,794</u>   | <u>628,831</u>   |
| NET CURRENT ASSETS                                 | 3,782,774        | 2,875,096        |
|  | <u>4,098,728</u> | <u>3,069,898</u> |
| Financed by<br>PARTNERS' ACCOUNTS (Note 8)         | <u>4,098,728</u> | <u>3,069,898</u> |

This balance sheet has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to medium-sized limited liability partnerships

Approved by the members on 31/1/08  
and signed on their behalf by D Derby (DESIGNATED MEMBER)

X *D Derby* X

**PRICE & MYERS LLP**  
**NOTES TO THE ACCOUNTS**  
**YEAR ENDED 31/03/07**

**1 FIXED ASSETS**

|                       | Leasehold<br>improvements | Computer<br>equipment | Fixtures<br>fittings &<br>equipment | Total     |
|-----------------------|---------------------------|-----------------------|-------------------------------------|-----------|
| <b>COST</b>           |                           |                       |                                     |           |
| Opening balance       | 149,860                   | 597,929               | 692,837                             | 1,440,625 |
| Additions             | 34,144                    | 81,932                | 152,296                             | 268,372   |
| Disposals             | 0                         | 0                     | 0                                   | 0         |
| Closing balance       | 184,004                   | 679,861               | 845,133                             | 1,708,997 |
| <b>DEPRECIATION</b>   |                           |                       |                                     |           |
| Opening balance       | 127,776                   | 551,365               | 566,682                             | 1,245,823 |
| Charge for the year   | 14,057                    | 63,601                | 69,562                              | 147,220   |
| In disposals          | 0                         | 0                     | 0                                   | 0         |
| Closing balance       | 141,833                   | 614,966               | 636,244                             | 1,393,043 |
| <b>NET BOOK VALUE</b> |                           |                       |                                     |           |
| 31/03/07              | 42,171                    | 64,895                | 208,889                             | 315,954   |
| <b>NET BOOK VALUE</b> |                           |                       |                                     |           |
| 31/03/06              | 22,084                    | 46,564                | 126,155                             | 194,802   |

Tangible fixed assets are depreciated on a reducing balance basis at annual rates to write off the cost of the assets over their estimated useful lives as follows -

|                               | 2007 | 2006 |
|-------------------------------|------|------|
| Leasehold improvements        | 25%  | 25%  |
| Computers                     | 50%  | 50%  |
| Fixtures fittings & equipment | 25%  | 25%  |

**2. NEW & RETIRING PARTNERS**

I Flewitt and J Helyer were appointed as equity partners on 01/04/06

R Myers and S Price retired as equity partners on 31/03/07

**3 3D TRANSFER**

Price & Myers 3D Engineering LLP stopped trading on 31/03/06 and the net assets as per the balance sheet at 31/03/06 were transferred to this practice

**4. N HANIKA**

The N Hanika balance agreed to be written off in the 04 accounts has now been requested to be reinstated

**5 MANAGEMENT ACCOUNTS**

These transfers arise from the inclusion of work-in-progress at sales value instead of work-in-progress at cost

**6. WIP ADJUSTMENT**

The retiring partners are compensating the relatively new partners for the inclusion of WIP at cost which was first included in the accounts in the 99/00 tax year. The resulting extra tax is being paid over 10 years

**7 R MYERS ADJUSTMENT**

This is the accrual of the part of R Myers' 08 consultancy fee which relates to the management accounts, which is not to be borne by the relatively new partners

**PRICE & MYERS, LLP**  
**NOTES TO THE ACCOUNTS (continued)**  
**YEAR ENDED 31/03/07**

**8 PARTNERS' ACCOUNTS**

**CURRENT ACCOUNTS**

|  | J Darnell | D Darty  | I Flawitt | J Helver | P Hudson | R Myers  | S Price  | S Wichham | N Hanika | M Lowck | A Toohy | P Barry | T Lucas | Total      |
|--|-----------|----------|-----------|----------|----------|----------|----------|-----------|----------|---------|---------|---------|---------|------------|
| Opening balances                         | 378,158   | 372,885  | 0         | 0        | 351,394  | 126,111  | 165,442  | 325,908   |          |         |         |         |         | 1,719,898  |
| Net profit for the year                  | 371,736   | 371,736  | 371,736   | 371,736  | 297,388  | 371,736  | 371,736  | 371,736   |          |         |         |         |         | 2,899,537  |
| Personal drawings                        | -333,398  | -325,059 | -153,000  | -189,833 | -347,232 | -323,500 | -332,647 | -358,362  |          |         |         |         |         | -2,363,051 |
| Transfer from 3D [note 3]                | 6,863     | 6,863    | 0         | 0        | 6,874    | 7,389    | 7,492    | 6,863     |          |         |         |         |         | 42,344     |
| N Hanika adjustment [note 4]             | -2,340    | -2,427   |           |          |          | -2,265   | -2,832   | -2,468    | 12,332   |         |         |         |         | 0          |
| Management account transfers [note 5]    | -35,101   | -39,256  |           |          | -33,872  | 42,149   | 34,692   | 16,496    | 14,268   | 622     |         |         |         | 0          |
| WIP "catch-up" charge transfers [note 6] |           |          |           |          | -7,010   | -7,010   | -7,010   |           |          |         | 2,886   | 1,262   | 1,262   | 0          |
| R Myers adjustment [note 7]              | -380      | -380     | 760       | 760      | -380     | -380     | -380     | -380      |          |         | 760     |         |         | 0          |

Closing balances

Ratios

**CAPITAL ACCOUNTS**

|                    |         |         |         |         |         |         |         |         |        |     |       |       |       |           |
|--------------------|---------|---------|---------|---------|---------|---------|---------|---------|--------|-----|-------|-------|-------|-----------|
| Opening balances   | 225,000 | 225,000 | 0       | 0       | 225,000 | 225,000 | 225,000 | 225,000 | 0      | 0   | 0     | 0     | 0     | 1,350,000 |
| Capital introduced | 0       | 0       | 225,000 | 225,000 | 0       | 0       | 0       | 0       | 0      | 0   | 0     | 0     | 0     | 450,000   |
| Closing balances   | 225,000 | 225,000 | 225,000 | 225,000 | 225,000 | 225,000 | 225,000 | 225,000 | 0      | 0   | 0     | 0     | 0     | 1,800,000 |
| Total              | 610,538 | 609,362 | 448,801 | 411,968 | 573,520 | 364,882 | 461,493 | 584,775 | 26,600 | 622 | 3,646 | 1,262 | 1,262 | 4,098,728 |