

Abacus Direct (North West) Limited

Accounts for year ended

31st March 2006



Frank Bebbington Accountants Limited
Bridge House
9 Fowley Common Lane
Culcheth
Warrington
WA3 5JJ

01925 767972

Director Frank D. Bebbington FCA

Abacus Direct (North West) Limited

Director's report for the year ended 31st March 2006

The director presents his report and the financial statements for the year ended 31st March 2006.

Principal activity

The principal activity of the company is the provision of courier and light haulage services.

Directors' responsibilities

Directors are required by company law to prepare financial statements which give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for the period ending on that date. In preparing those financial statements, directors are required to :-

select suitable accounting policies and apply them consistently;

make judgements and estimates that are reasonable and prudent;

state whether the Financial Reporting Standards for Smaller Entities has been followed, subject to any material departures disclosed and explained in the financial statements;

prepare the financial statements on a going concern basis unless it is inappropriate to assume that the company will continue in business.

Directors are responsible for keeping proper accounting records which will disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Directors and their interests

The director who held office during the year and his beneficial interest in the shares of the company was as follows:

	Ordinary A shares of £1 each		Ordinary B shares of £1 each	
	2006 No.	2005 No.	2006 No.	2005 No.
C. R. Hardman	100	100	1	1

Election to dispense laying of accounts

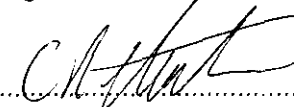
In accordance with S252 Companies Act 1985, the company has elected to dispense with laying accounts before the members in general meeting. Members, however, may by notice in writing to the company at its registered office require that accounts are laid before the members in general meeting.

Abacus Direct (North West) Limited

Director's report for the year ended 31st March 2006 (continued)

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

Signed on behalf of the board of directors


.....

C. R. Hardman
Director

Approved by the board: 30th October 2006

Abacus Direct (North West) Limited**Profit and Loss Account for the year ended 31st March 2006**

	Note	2006 £	2005 £
Turnover	1	149,844	136,902
Cost of sales		70,237	63,426
Gross profit		79,607	73,476
Administration expenses		16,362	14,500
Operating profit		63,245	58,976
Interest payable		824	4,671
Profit on ordinary activities before taxation	2	62,421	54,305
Tax on profit on ordinary activities	3	11,800	9,879
Profit on ordinary activities after taxation		50,621	44,426
Dividends			
A shares		39,060	38,100
B shares		10,000	9,000
C shares		8,500	
Retained profit / (loss) for the financial year		(6,939)	(2,674)
Retained profit brought forward		4,606	7,280
Retained profit / (loss) carried forward		(2,333)	4,606

Abacus Direct (North West) Limited

Balance Sheet as at 31st March 2006

	Note	2006 £	2005 £
Fixed assets			
Tangible assets	4	23,939	6,089
Current assets			
Trade debtors and prepayments		20,908	22,812
Cash at bank and in hand		102	21,710
		<u>21,010</u>	<u>44,522</u>
Current liabilities			
Amounts falling due within one year			
Trade creditors		7,005	5,366
Taxation and social security		19,416	19,920
Bank overdraft		1,133	
Hire purchase instalments		5,083	19,598
Directors loan		1	26
		<u>32,638</u>	<u>44,910</u>
Net current assets / (liabilities)		(11,628)	(388)
Creditors			
amounts falling due after more than one year			
Hire purchase instalments		12,708	
Provisions	5	1,834	993
Net assets		<u>(2,231)</u>	<u>4,708</u>
Capital and reserves			
Called up share capital	6	102	102
Profit and loss account (adverse)		(2,333)	4,606
Shareholders' funds		<u>(2,231)</u>	<u>4,708</u>

Abacus Direct (North West) Limited

Balance Sheet (Continued)
as at 31st March 2006

The Directors have taken advantage of the exemption conferred by section 249A (1) not to have these accounts audited and confirm that no notice has been deposited under section 249B (2) of the Companies Act 1985.

The directors acknowledge their responsibility for ensuring that:

- i) The company keeps accounting records which comply with section 221 of the Companies Act 1985 and
- ii) The accounts give a true and fair view of the state of the company's affairs as at 31st March 2006 and of its profit or loss for the period then ended in accordance with the requirements of section 226 and which otherwise comply with the requirements of the Companies Act 1985, relating to accounts, so far as applicable to the company.

The 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 2005)

These accounts were approved by the Board of Directors and signed on its behalf by:



30th October 2006

C. R. Hardman
Director

Abacus Direct (North West) Limited

Notes to the Financial Statements for the year ended 31st March 2006

1 Accounting policies

Basis of accounting.

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

Turnover

Turnover is the invoiced value of sales net of tax.

Depreciation.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost of each over its expected useful life as follows :

Vehicles and equipment at 25% of the reducing book value.

Deferred taxation

Deferred tax is recognised on all timing differences that have originated but not reversed at the balance sheet date. Timing differences are differences between the taxable profits and the results stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Assets held under hire purchase contracts

Assets held under hire purchase contracts are capitalised and depreciated over their useful lives. The corresponding hire purchase obligation is treated in the balance sheet as a liability. The interest element of instalments is charged to the profit and loss account over the period of the agreement at a constant proportion of the periodic payments.

Cash flow

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirements to prepare such a statement under Financial Reporting Standard 1 Cash Flow Statements/ Financial Reporting Standard for Smaller Entities (effective January 2005).

2 Operating profit

Operating profit is stated after charging :

	2006 £	2005 £
Depreciation of tangible fixed assets	4,304	2,296
Director's emoluments (including benefits in kind)	4,850	5,240

Abacus Direct (North West) Limited

Notes to the Financial Statements (continued) for the year ended 31st March 2006

3 Tax on profit of ordinary activities	2006 £	2005 £
Corporation tax charge on profit for the year	10,959	11,337
Deferred tax charge / (credit)	841	(1,458)
	<u>11,800</u>	<u>9,879</u>

4 Tangible fixed assets

	Vehicles and Equipment £
Cost	
At start of year	11,578
Additions	22,696
Disposals	822
	<u>33,452</u>
Depreciation	
At start of year	5,489
Charge for year	4,304
Eliminated on disposals	280
	<u>9,513</u>
Book value	23,939

Assets with a book value of £19,296 (2005 £5082) are the subject of hire purchase agreements. Depreciation of £2,757 (2005 £1,960) was charged on those assets.

Abacus Direct (North West) Limited

Notes to the Financial Statements (continued) for the year ended 31st March 2006

5 Provisions	2006	2005
	£	£
Deferred tax		
At start of year	993	2,451
Charge / (credit) for year	841	(1,458)
Carried forward	<u>1,834</u>	<u>993</u>

6 Called up share capital

Authorised Share Capital		
25000 A ordinary shares of £1 each	2,500	2,500
2,500 B ordinary shares of £1 each	2,500	2,500
2,500 C ordinary shares of £1 each	2,500	2,500
2,500 D ordinary shares of £1 each	2,500	2,500
	<u>10,000</u>	<u>10,000</u>
 Allotted, called up and fully paid		
100 A ordinary shares of £1 each	100	100
1 B ordinary share of £1 each	1	1
1 C ordinary share of £1 each	1	1
	<u>102</u>	<u>102</u>

7 Transactions with director

The company operates from premises owned by the director and uses his telephone equipment.

Payment for use of premises and telephone equipment.	1,050	1,000
Purchase of van from company at market value	250	

The director has given a personal guarantee in respect of the bank overdraft which at the year end amounted to £1,133 (2005 £nil).

8 Controlling party

The company is controlled by Mr. C. R. Hardman through his holding of 98.04% of the company's issued share capital.

Abacus Direct (North West) Limited

Notes to the Financial Statements (continued) for the year ended 31st March 2006

9 Dividends

Dividends amounting to £2,333 (2005 £nil) in excess of the profits available to pay dividends have been paid. The shareholders receiving the dividends are aware that they will have to be repaid should the company cease trading.

10 Solvency

The company has an excess of current liabilities over current assets of £11,628 (2005 £388). However, the company is trading profitably and is paying its liabilities as they fall due for payment and the director believes that it is appropriate that the accounts have been prepared on a going concern basis.