

**PPS - GRASMERE LIMITED**  
**ABBREVIATED ACCOUNTS**  
**30 September 2005**



**PPS - GRASMERE LIMITED**  
**ABBREVIATED BALANCE SHEET**  
**30 September 2005**

	Note	£	£
<b>FIXED ASSETS</b>			
Intangible assets	2		-
Tangible assets	2		374,078
<b>CURRENT ASSETS</b>			
Stocks		20,223	
Debtors		668,576	
Cash at bank and in hand		38,198	
		-----	
		726,997	
<b>CREDITORS: amounts falling due within one year</b>	3	706,614	
		-----	
<b>NET CURRENT ASSETS</b>			20,383
			-----
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			394,461
			-----
<b>CREDITORS: amounts falling due after one year</b>	3		(129,635)
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>			
Deferred tax			(48,042)
			-----
			216,784
			=====
<b>CAPITAL AND RESERVES</b>			
Called up share capital	4		1
Profit and loss account			216,783
			-----
<b>SHAREHOLDERS' FUNDS</b>			216,784
			=====

The director considers that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985. Shareholders holding 10% or more of the nominal value of the company's issued share capital have not issued a notice requiring an audit. The director acknowledges his responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company as at 30 September 2005 and of its profit for the period then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

The financial statements on pages 1 to 4, which have been prepared in accordance with, the special provisions relating to small companies within Part VII of the Companies Act 1985, were approved by the board on 13 June 2006 and signed on its behalf.

**DIRECTOR**



**HOWARD DEAN**

## **1. ACCOUNTING POLICIES**

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002) under the historical cost convention and include the results of the company's operations which are described in the Directors' Report and all of which are continuing.

### **DEPRECIATION**

Depreciation is calculated to write off the cost of tangible assets over their estimated useful lives at the following annual rates:

Plant and Machinery	20%	straight line
Office furniture and equipment	20%	straight line
Computers	25%	straight line

Fixed assets held under finance leases are depreciated over the primary hire period.

### **KNOW-HOW, INTELLECTUAL PROPERTY, CUSTOMER LISTS AND GOODWILL**

These were purchased on the acquisition of the assets of a company that was in administration. They have been written off in the year of acquisition due to the insignificant values attributed to them.

### **STOCKS**

Stocks and work in progress are stated at the lower of cost and net realisable value.

### **DEFERRED TAX**

Deferred tax in respect of capital allowances and other timing differences is provided on a non-discounted basis at average tax rates that would apply when the timing differences are expected to reverse. However deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that they will be recovered.

### **TURNOVER**

Turnover represents the invoiced amounts of goods sold and services provided net of value added tax.

### **FOREIGN CURRENCIES**

Assets and liabilities in foreign currencies are translated into sterling at the rate of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the time of the transaction. Exchange differences are taken into account before calculating operating profit.

### **LEASES**

Finance leases and hire purchase contracts of a similar nature are capitalised, interest being charged to the profit and loss account on a constant periodic rate of return. Operating lease rentals are charged to the profit and loss account on a straight line basis over the lease term.

### **PENSIONS**

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

**PPS - GRASMERE LIMITED****NOTES ON THE ABBREVIATED ACCOUNTS (continued)****30 September 2005****2. FIXED ASSETS**

	Intangible	Tangible
	£	£
Cost		
Additions	8	471,302
Disposals	-	(30,000)
	<hr/>	<hr/>
At 30 September 2005	8	441,302
	<hr/>	<hr/>
Depreciation		
Charge for the period	8	68,724
Disposals	-	(1,500)
	<hr/>	<hr/>
At 30 September 2005	8	67,224
	<hr/>	<hr/>
Net Book Value		
At 30 September 2005	-	374,078
	<hr/>	<hr/>

**3. SECURED CREDITORS**

Creditors include the following amounts of secured liabilities

	£
Due within one year	304,863
Due after more than one year	129,635
	<hr/>
	434,498
	<hr/>

**4. CALLED UP SHARE CAPITAL**

	£
Authorised	
100 Ordinary shares of £1 each	100
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Allotted and called up	1
	<hr/>

On incorporation one ordinary share of £1 was allotted at par to provide the initial capital of the company.

**5. TRANSACTIONS WITH DIRECTORS**

Howard Dean owns an unincorporated business which in turn owns the property from which PPS-Grasmere trades. A formal lease exists and the company pays a open market rent of £36,000 per annum. The amount outstanding at the year end was nil.

## **PPS - GRASMERE LIMITED**

### **NOTES ON THE ABBREVIATED ACCOUNTS (continued)**

**30 September 2005**

#### **6. RELATED PARTY TRANSACTIONS**

The company trades with Progressive Print Solutions Limited. The director Howard Dean is also a director and shareholder of that company.

During the first few months of trading Progressive Print Solutions Limited helped PPS-Grasmere Limited by lending it money to help fund various costs including wages. During the period it also incurred costs on Grasmere's behalf, these costs were then re invoiced. The amount of money lent during the year amounted to £570,639. The total value of transactions incurred amounted to £212,063. The total amount owing to Progressive Print Solutions at the year end was £22,469.

Progressive Print Solutions Limited also made sales to PPS-Grasmere Limited and these transactions were at arms length. The total value of sales amounted to £200. The amount outstanding at the year end was nil.

Due to common ownership the director is now entering into a number of deals with suppliers where he is able to achieve favourable terms for both companies. The value of the benefits achieved can not be quantified.

Progressive Print Solutions Limited has given a guarantee and indemnity to the factoring company of PPS Grasmere Limited. There are no monetary limits on these. The amount owing to the factoring company at the year end was £ 209,308.

Progressive Print Solutions Limited has also guaranteed the amount owed to one of the suppliers. The amount outstanding at the year end was £ 1,403.

Progressive Print Solutions Limited has also guaranteed the amounts due on two of the hire purchase agreements. The total outstanding at the year end was £ 221,751.