

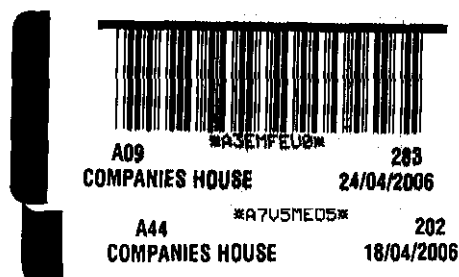
# PM ACCOUNTANCY



04503822

## **SELECTIVE MORTGAGES** **LIMITED**

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31<sup>ST</sup> AUGUST 2005



3, Ingrow Bridge, Keighley, West Yorkshire, BD21 5AX  
Telephone & Fax 01535 603823  
Email [pmaccountancy@btconnect.com](mailto:pmaccountancy@btconnect.com)

Company registered in England No : 5233854





**SELECTIVE MORTGAGES LIMITED  
ACCOUNTS FOR THE YEAR  
ENDED 31<sup>ST</sup> AUGUST 2005**

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**SELECTIVE MORTGAGES LTD  
ACCOUNTS FOR THE YEAR  
ENDED 31<sup>ST</sup> AUGUST 2005**

**Director:** Mr Phillip Whitton

**Company Secretary :** Mrs Margaret Whitton

**Company number :** 04504503

**Registered Office :** 31 Farley Crescent  
Oakworth  
Keighley  
West Yorkshire  
BD22 7SH.

**Accountant :** Mr Paul Murphy  
PM Accountancy Ltd  
Incorporated Financial  
Accountants  
3, Ingrow Bridge  
South Street  
Keighley  
BD21 5AX.

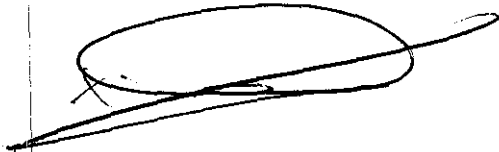
**SELECTIVE MORTGAGES LIMITED  
ACCOUNTS FOR THE YEAR  
ENDED 31<sup>ST</sup> AUGUST 2005**

**DIRECTORS' APPROVAL**

I approve these accounts and confirm I have made available all relevant records and information for their preparation.

Mr P. Whitton

10 April 2006



**ACCOUNTANTS' REPORT**

In accordance with the instructions given to us, I have prepared without audit the financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and the information and explanations supplied to me.



Paul Murphy  
PM Accountancy

10 April 2006

**SELECTIVE MORTGAGES LIMITED  
DIRECTORS' REPORT  
FOR THE YEAR ENDED 31<sup>ST</sup> AUGUST 2005**

The directors present their report with the financial statements of the company for the year ended 31<sup>st</sup> August 2005.

**INCORPORATION**

The company was incorporated on the 6<sup>th</sup> August 2002 and traded for the third year ending on the 31<sup>st</sup> August 2005.

**PRINCIPAL ACTIVITY**

The principal activity of the company during the year was that of mortgage brokers.

**DIRECTORS**

The directors during the year under review were :

P J Whitton -appointed 8.8.02

M C Whitton -appointed 8.8.02

The beneficial interests of the directors holding office on the 31<sup>st</sup> of August 2005 in the issued share capital of the company were as follows :

**Ordinary shares of £1 each**

PJ Whitton	50
MC Whitton	50

Both directors , being eligible, offer themselves for election at the forthcoming Annual General Meeting.

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

**ON BEHALF OF THE BOARD :**



Mrs M C Whitton – Director

# SELECTIVE MORTGAGES LIMITED

## Trading and Profit & Loss Account for the year ended 31st August 2005

	2005		2004	
	£	£	£	£
<b>Sales</b>		<b>83,368</b>		<b>78,088</b>
<b>Cost of sales</b>				
Valuation, Commissions & other fees	11,780		8,169	
		<u>11,780</u>		<u>8,169</u>
<b>GROSS PROFIT</b>		<b>71,588</b>		<b>69,919</b>
<b>Expenses</b>				
Directors' remuneration	4,800		4,800	
National Insurance	18		26	
Telephone	2,898		2,868	
Post & stationary	1,060		616	
Advertising	9,005		9,179	
Motor expenses	1,800		1,960	
Sundry expenses	245		210	
Insurance	899		868	
Accountancy	550		1,140	
Legal fees	2,188		1,518	
Licenses fees	1,249		500	
Use of residence as office	1,580		1,550	
Subscriptions & donations	347		250	
Computer	276		388	
		<u>26,915</u>		<u>25,873</u>
		<b>44,673</b>		<b>44,046</b>
<b>Finance costs:</b>				
Bank charges	98		1	
Interest received	- 72		- 41	
		<u>26</u>		<u>- 40</u>
		<b>44,647</b>		<b>44,086</b>
<b>Depreciation:</b>				
Equipment & fixtures	1,020		320	
Goodwill	6,000		6,000	
		<u>7,020</u>		<u>6,320</u>
<b>NET PROFIT</b>		<b>37,627</b>		<b>37,766</b>

**SELECTIVE MORTGAGES LIMITED**

**Profit and Loss Appropriation Account  
for the year ended 31st August 2005**

		£
TURNOVER		83,368
Cost of sales		11,780
GROSS PROFIT		<u>71,588</u>
Administrative expenses		33,961
OPERATING PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	37,627
Tax on profit on ordinary activities	3	<u>7,986</u>
PROFIT FOR THE FINANCIAL PERIOD AFTER TAXATION		29,641
Dividends	4	25,000
		<u>4,641</u>
Profit & Loss brought forward previous year		48,471
RETAINED PROFIT CARRIED FORWARD		<u><u>53,112</u></u>

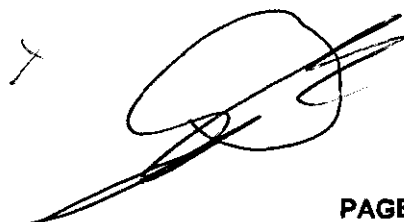
# SELECTIVE MORTGAGES LIMITED

Balance sheet as at 31st August 2005

		2005	2004
	£	£	£
<b>FIXED ASSETS</b>	5	42,000	48,000
Intangible assets	6	<u>7,260</u>	<u>1,280</u>
Tangible assets		49,260	49,280
<b>CURRENT ASSETS</b>			
Debtors/Prepayments	7	873	2,221
Cash at bank		<u>17,677</u>	<u>14,961</u>
		18,550	17,182
<b>TOTAL ASSETS</b>		<u>67,810</u>	<u>66,462</u>
<b>CURRENT LIABILITIES</b>			
Creditors	8	<u>14,598</u>	<u>17,891</u>
		14,598	17,891
<b>NET CURRENT LIABILITIES</b>		<u>53,212</u>	<u>48,571</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
<b>CAPITAL AND RESERVES</b>			
Called up share capital	9	100	100
Profit & loss account		53,112	48,471
<b>SHAREHOLDERS' FUND</b>		<u>53,212</u>	<u>48,571</u>

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249a(1) of the Companies Act 1985 ;
- (b) No notice has been deposited under Section 249b(2) of the Companies Act 1985 and
- (c) The directors acknowledge their responsibilities for :
- (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
- (ii) preparing accounts 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 and loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company

These 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.



## SELECTIVE MORTGAGES LIMITED

### Notes to the Financial Statements for the year ended 31st August 2005

#### ACCOUNTING POLICIES

##### **Accounting convention**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002)

##### **Turnover**

Turnover represents net invoiced sales of services, excluding value added tax.

##### **Goodwill**

Goodwill, being the amount paid in connection with the acquisition of a business in 2002, is being written off evenly over its estimated useful life of ten years.

##### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant & machinery etc                      - 20% on reducing balance

#### OPERATING PROFIT

The operating profit is stated after charging :

	£
Deprecation - Owned assets	1,020
Goodwill	6,000
	<hr/>
Directors' emoluments and other benefits etc	4,800
	<hr/>

#### TAXATION

##### **Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the period was as follows:

Current tax:	£
UK corporation tax	6561
	<hr/>
Tax on profit on ordinary activities	6561
	<hr/>

#### DIVIDENDS

Ordinary shares	£
	25,000

# SELECTIVE MORTGAGES LIMITED

## Notes to the Financial Statements for the year ended 31st August 2004

### 5. INTANGIBLE FIXED ASSETS

	<u>Goodwill</u> £
<b>COST:</b>	60,000
At 31st August 2004	48,000
<b>AMORTISATION:</b>	
Charge for period	6,000
At 31st August 2005	18,000
<b>NET BOOK VALUE:</b>	
At 31st August 2005	<u>42,000</u>

### 6. TANGIBLE FIXED ASSETS

	<u>Plant &amp; Machinery</u> £
<b>COST:</b>	2,000
Additions	7,320
At 31st August 2004	1,280
<b>DEPRECIATION</b>	
Charge for the period	1,020
At 31st August 2004	1,740
<b>NET BOOK VALUE</b>	
At 31 August 2004	<u>7,580</u>

### 7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Trade debtors / Prepayments	<u>873</u>

Notes to the Financial Statements  
for the year ended 31st August 2004

**CREDITORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

	£
Directors' current accounts	6,012
Taxation	7,986
Accrued expenses	600
	<u>14,598</u>

**CALLED UP SHARE CAPITAL**

Authorised Number: Class	Nominal value	£
1,000 Ordinary shares	£1	<u>1,000</u>

Allotted, issued and fully paid: Number: Class	Nominal value	£
100 Ordinary	£1	<u>100</u>