J FREEMAN AND SONS LIMITED UNAUDITED ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 2005

AKF8NGM6 27/06/2006 332 COMPANIES HOUSE

Company Registration Number 4285214

Tenon
Accountants & Business Advisers
Tenon House
Ferryboat Lane
Sunderland
SR5 3JN

ABBREVIATED ACCOUNTS

YEAR ENDED 30 SEPTEMBER 2005

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ABBREVIATED BALANCE SHEET

30 SEPTEMBER 2005

		2005		2004	2004	
	Note	£	£	£	£	
Fixed assets	2					
Intangible assets			24,000		25,500	
Tangible assets			68,617		68,923	
			92,617		94,423	
Current assets						
Stocks		35,017		48,733		
Debtors		170,275		115,906		
Cash at bank and in hand		30		30		
		205,322		164,669		
Creditors: Amounts falling due						
within one year	3	(166,519)		(144,697)		
Net current assets			38,803		19,972	
Total assets less current liabilities			131,420		114,395	
Creditors: Amounts falling due afte than one year	r more		(40,000)		(40,000)	
Provisions for liabilities			(1,243)		(1,049)	
			90,177		73,346	

The Balance sheet continues on the following page. The notes on pages 3 to 5 form part of these abbreviated accounts.

ABBREVIATED BALANCE SHEET (continued)

30 SEPTEMBER 2005

	Note	2005 £	2004 £
Capital and reserves			
Called-up share capital	5	100	100
Profit and loss account		90,077	73,246
Shareholders' funds		90,177	73,346

The directors are 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 directors acknowledge their responsibilities for:

House

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) 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 abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors on 6 June 2006 and are signed on their behalf by:

D G Freeman Director

The notes on pages 3 to 5 form part of these abbreviated accounts.

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 30 SEPTEMBER 2005

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 June 2002).

Turnover

The turnover shown in the profit and loss account represents amounts receivable during the year, exclusive of Value Added Tax.

Goodwill

Positive purchased goodwill arising on acquisitions is capitalised, classified as an asset on the Balance Sheet and amortised over its estimated useful life up to a maximum of 20 years. This length of time is presumed to be the maximum useful life of purchased goodwill because it is difficult to make projections beyond this period. Goodwill is reviewed for impairment at the end of the first full financial year following each acquisition and subsequently as and when necessary if circumstances emerge that indicate that the carrying value may not be recoverable.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the estimated useful economic life of that asset as follows:

Goodwill

Over 20 years

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:

Property

- 10% on cost

Plant & Machinery

20% on cost

Fixtures & Fittings

20% on cost

Motor Vehicles

- 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.

Net realisable value is based on estimated selling price less further costs to completion and disposal.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 30 SEPTEMBER 2005

1. ACCOUNTING POLICIES (continued)

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date, where transactions or events that result in an obligation to pay more or a right to pay less tax in the future have occurred by the balance sheet date with certain limited exceptions.

Deferred tax is calculated on an undiscounted basis at the tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Deferred government grants

Deferred government grants in respect of capital expenditure are treated as deferred income and are credited to the profit and loss account over the estimated useful life of the assets to which they relate.

2. FIXED ASSETS

	Intangible Assets £	Tangible Assets £	Total £
Cost	Σ.	Z.	Z.
At 1 October 2004	30,000	128,628	158,628
Additions	-	25,102	25,102
Disposals	· <u>-</u>	(4,550)	(4,550)
At 30 September 2005	30,000	149,180	179,180
Depreciation			
At 1 October 2004	4,500	59,705	64,205
Charge for year	1,500	23,968	25,468
On disposals		(3,110)	(3,110)
At 30 September 2005	6,000	80,563	86,563
Net book value			
At 30 September 2005	24,000	68,617	92,617
At 30 September 2004	25,500	68,923	94,423

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2005	2004	
	£	£	
Bank loans and overdrafts	38,135	10,456	

4. RELATED PARTY TRANSACTIONS

During the year the company paid amounts totalling £6,320 (2004 - £5,680) to J R Freeman Jnr and D G Freeman for the rental of the business premises.

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 30 SEPTEMBER 2005

5.	SHARE CAPITAL				
	Authorised share capital:				
	10,000 Ordinary shares of £1 each		2005 £ 10,000		2004 £ 10,000
	Allotted, called up and fully paid:				
	Ordinary shares of £1 each	2005 No 100	£ 100	2004 No 100	£ 100