

# **Callowhill Taxation Services Limited**

**Company No: 5800810**

## **FINANCIAL STATEMENTS**

**- for the Period Ended -**

**5 April 2009**

**Callowhill Taxation Services Limited**

*Chartered Tax Adviser*

**172D Station Road**

**Westcliff-on-Sea**

**Essex**

**SS0 7SB**

WEDNESDAY



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COMPANIES HOUSE

**Callowhill Taxation Services Ltd**

**Director:**

Andrew I Callowhill CTA ATT

**Business Addresses:**

172D Station Road  
Westcliff-on-Sea  
Essex SS0 7SB

**Registered Office:**

172D Station Road  
Westcliff-on-Sea  
Essex SS0 7SB

**Callowhill Taxation Services Limited**

**Index to the Financial Statements for the Period Ended 5 April 2009**

- 1**     Director's Report
- 3**     Profit and Loss Statement for the Period Ended 5 April 2009
- 4**     Balance Sheet as at 5 April 2009
- 6**     Notes to the Financial Statements for the Period Ended 5 April 2009

# **Callowhill Taxation Services Limited**

## **Period Ended 5 April 2009**

### **DIRECTOR'S REPORT**

The director presents his report and the financial statements for the period ended 5 April 2009.

### **PRINCIPAL ACTIVITIES AND BUSINESS REVIEW**

The company was incorporated on 28 April 2006.

The company commenced trading as a Chartered Tax Adviser with effect from 1 September 2006 having acquired the client base and goodwill of the director's previous sole trader Chartered Tax Adviser practice for the sum of £20,000.

Trading in the year to 5 April 2009 has been exceptionally difficult and rationalisations of expenditure have been undertaken with a view to allowing the company to continue to trade.

### **DIVIDENDS AND TRANSFER TO RESERVES**

An interim dividend of £10 per share was declared on a monthly basis with effect from April 2007.

### **DIRECTOR AND HIS INTEREST**

The director at the balance sheet date and his interest in the company at that date and at the beginning of the year was as follows:

	<u>Class of Share</u>	<u>Number of Shares</u>	
		<u>2008</u>	<u>2009</u>
Andrew I Callowhill CTA ATT	Ordinary Shares	100	100

### **DIRECTOR'S RESPONSIBILITIES**

Company Law requires the directors to prepare financial statements for each financial year 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 the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- Prepare the financial statements on the going concern basis unless it is inappropriate; and
- Presume the company will continue in business.

The director is responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act. He is 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.

**Callowhill Taxation Services Limited**  
**Period Ended 5 April 2009**

**POLITICAL AND CHARITABLE CONTRIBUTIONS**

No political or charitable donations were by the company made during the year.

**CLOSE COMPANY**

The company is a close company as defined by the Income and Corporation Taxes Act 1988.

**Signed by order of the Director**



\_\_\_\_\_  
**Andrew I Callowhill CTA ATT**  
**(Director)**

Date: \_\_\_\_\_

31/8/2009

**Callowhill Taxation Services Limited**  
**Period Ended 5 April 2009**

**PROFIT AND LOSS STATEMENT**

	Notes	2009 £	2008 £
Invoiced Fees	2	34,480	44,070
Less: Commissions		(1,698)	(7,888)
Less: Bad Debts		(4,886)	(3,400)
		<u>27,896</u>	<u>32,782</u>
<b>Less: Administrative Expenses</b>		<b>(23,259)</b>	<b>(24,018)</b>
<b>Net Operating Profit</b>	27%	4,637	8,764
<b>Add: Bank Interest Received</b>		<u>1</u>	<u>11</u>
<b>Profit Before Corporation Tax</b>	27%	<b>4,638</b>	<b>8,775</b>
<b>Corporation Tax Payable</b>		<u>(1,761)</u>	<u>(2,588)</u>
<b>Profit After Corporation Tax</b>	19%	2,877	6,187
Retained Profit Brought Forward		4,661	10,474
Dividends Declared in Year		<u>(12,000)</u>	<u>(12,000)</u>
<b>Retained Profit Carried Forward</b>		<b>(4,462)</b>	<b>4,661</b>

The company has no recognised gains or losses other than those dealt with in the profit and loss account.

The notes on pages 5 to 7 form part of these financial statements.

**Callowhill Taxation Services Limited**  
**Period Ended 5 April 2009**

**BALANCE SHEET**

	Notes	2009	2008
		£	£
<b>Intangible Assets</b>	3	14,833	16,833
<b>Current Assets</b>	4	2,560	7,175
<b>Current Liabilities</b>	5	<u>(21,755)</u>	<u>(19,247)</u>
<b>Net Current Assets</b>		<u>(19,195)</u>	<u>(12,072)</u>
<b>Net Assets</b>		<b>(4,362)</b>	<b>4,761</b>
<b>Capital &amp; Reserves</b>			
Called up share capital	6	100	100
Profit & Loss Account	7	<u>(4,462)</u>	<u>4,661</u>
<b>Shareholder's Funds</b>	8	<b>(4,362)</b>	<b>4,761</b>

These accounts have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.


For the current financial year, the company was entitled to exemption from audit under section 477 Companies Act 2006 and no notice was deposited under section 476.

The director acknowledges his responsibility for ensuring that:

- i) The company keeps accounting records complying with section 386 of Companies Act 2006;
- ii) The financial statements give a true and fair view of the state of affairs at the company as at the year end and of its profit or loss for the year then ended in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as is applicable to the company.

The director undertakes to inject such capital as is necessary to ensure the ability of the company to continue to meet its ongoing liabilities.

The financial statements were approved by the director on the date below:

  
 \_\_\_\_\_ Director      Date: 31/8/2009  
 Andrew I Callowhill CTA ATT

The notes on pages 5 to 7 form part of these financial statements.

**Callowhill Taxation Services Limited**  
**Period Ended 5 April 2009**

**NOTES TO THE FINANCIAL STATEMENTS**

**1.1 Basis of preparation of financial statements**

The financial statements are prepared under the historical cost convention.

**1.2 Turnover**

Turnover comprises the invoiced value of goods and services supplied by the company.

**1.3 Tangible fixed assets and depreciation**

There are no tangible fixed assets of the company.

**1.4 Intangible assets**

The goodwill purchased by the company has been included at fair value and will be regularly reviewed for impairment. It has been amortised in line with the computation attached to these accounts. (See Note 3 below).

**1.5 Cash flow statement**

The company has taken advantage of the exemption conferred by Financial Reporting Standard 1 from presenting a cash flow statement as it qualifies as a small company.

**2. Invoices & Fee Income**

The company has one fee earner. However, due to the restricted number of hours which he can work, due to his heart condition, the maximum fee income of the company is restricted.

The recession has led to a severe level of bad debts and the only way that the company has survived is by the Director's injection of funds (see the Director's Loan Account Computation attached).

Turnover has been severely reduced (by almost 25%) and the fees able to be charged to clients reduced. There has been a large reduction in the consultancy income as tax planning for new ventures has become virtually non-existent.

**3. Intangible Assets**

	<b>2008</b>	<b>2009</b>
	<b>£</b>	<b>£</b>
Goodwill	16,833	14,833

The goodwill was acquired from the Director's previous practice and has been amortised at the rate of 10% per year.



**Callowhill Taxation Services Limited**  
**Period Ended 5 April 2009**

**NOTES TO THE FINANCIAL STATEMENTS**

**4. Debtors**

	Notes	2009 £	2008 £
Trade Debtors		200	1,706
Director's Current Account	9	979	2,030
Cash at Bank and in Hand		1,381	3,439
		<u>2,560</u>	<u>7,175</u>

**5. Creditors**

	Notes	2009 £	2008 £
Trade Creditors		8,530	7,825
Director's Current Account	9	-	-
Accruals		13,232	6,377
Corporation Tax		(7)	5,045
		<u>21,755</u>	<u>19,247</u>

**6. Called up Share Capital**

	2009 £	2008 £
<b>Authorised</b>	100	100
<b>Alloted, called up &amp; fully paid</b>	100	100

**7. Profit & Loss Account**

	2009 £	2008 £
Retained Profit Brought Forward	4,661	10,474
Profit After Tax for Period	2,877	6,187
Distributed Profit	(12,000)	(12,000)
Retained Profit Carried Forward	<u>(4,462)</u>	<u>4,661</u>

**8. Reconciliation of Movements in Shareholders' Funds**

	2009 £	2008 £
Profit for the financial year	2,877	6,187
Dividends	(12,000)	(12,000)
	<u>(9,123)</u>	<u>(5,813)</u>
Shareholder's Funds at 6 April	4,661	10,474
Shareholder's Funds at 5 April	<u>(4,462)</u>	<u>4,661</u>
<b>Represented by:</b>		
Equity Interests	(4,462)	4,661
	<u>(4,462)</u>	<u>4,661</u>

**Callowhill Taxation Services Limited**  
**Period Ended 5 April 2009**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD**

**9. Transactions with Directors/Shareholders**

Full details of transactions with Andrew I Callowhill CTA ATT are set out in the attached director's loan account.