REGISTRAR OF COMPANIES

COMPANY REGISTRATION NUMBER 493921

DOUGHTY BROTHERS LIMITED

ABBREVIATED ACCOUNTS

FOR

30 JUNE 2004

THORNE WIDGERY
Chartered Accountants
33 Bridge Street
Hereford
HR4 9DQ

AMFEE4MT
A16 0693
COMPANIES HOUSE 21/04/05

DOUGHTY BROTHERS LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 30 JUNE 2004

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DOUGHTY BROTHERS LIMITED

ABBREVIATED BALANCE SHEET

30 JUNE 2004

	Note	2004 £	2004 £	2003 £	2003 £
Fixed assets	2				
Tangible assets			**9,999**		*20,485*
Current assets					
Stocks		**182,043**		*201,214*	
Debtors		**13,341**		*5,351*	
Cash at bank and in hand		**969**		*42,129*	
		196,353		*248,694*	
Creditors: Amounts falling due within one year		**100,460**		*137,493*	
Net current assets			**95,893**		*111,201*
Total assets less current liabilities			**105,892**		*131,686*
Capital and reserves					
Called-up equity share capital	4		**17,800**		*17,800*
Other reserves			**12,400**		*12,400*
Profit and loss account			**75,692**		*101,486*
Shareholders' funds			**105,892**		*131,686*

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:

(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.

The Balance sheet continues on the following page.

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

DOUGHTY BROTHERS LIMITED

ABBREVIATED BALANCE SHEET *(continued)*

30 JUNE 2004

These abbreviated accounts were approved by the directors on 18/4/05 and are signed on their behalf by:

Mr J E H Doughty
Director



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

DOUGHTY BROTHERS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 30 JUNE 2004

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 invoiced during the year, exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

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:

Fixtures & Fittings	-	25% straight line basis
Motor Vehicles	-	20% reducing balance basis

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost is ascertained on the basis consistent with previous years.

Hire purchase and finance lease agreements

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet at their fair value and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease.

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.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

1. Accounting policies *(continued)*

Deferred taxation

Deferred tax is recognised in respect of all material timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

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

2. Fixed assets

	Tangible Assets £
Cost	
At 1 July 2003	**69,488**
Additions	**616**
Disposals	**(11,835)**
At 30 June 2004	**58,269**
Depreciation	
At 1 July 2003	**49,003**
Charge for year	**9,336**
On disposals	**(10,069)**
At 30 June 2004	**48,270**
Net book value	
At 30 June 2004	**9,999**
At 30 June 2003	*20,485*

3. Transactions with the directors

Creditors include the following amounts which are owed to the directors of the company:

J E H and Mrs R M Doughty £1,894.

The company occupies premises owned by the directors of the company. Rent of £9,600 was paid to the directors during the year.

4. Share capital

Authorised share capital:

	2004	2003
	£	£
12,500 Ordinary shares of £1 each	**12,500**	*12,500*
12,500 Deferred ordinary shares of £1 each	**12,500**	*12,500*
	25,000	*25,000*

Allotted, called up and fully paid:

	2004		2003	
	No	£	*No*	*£*
Ordinary shares of £1 each	**8,900**	**8,900**	*8,900*	*8,900*
Deferred ordinary shares of £1 each	**8,900**	**8,900**	*8,900*	*8,900*
	17,800	**17,800**	*17,800*	*17,800*

The deferred ordinary shares have no rights to a distribution of profits in any financial year ended 31 December 2002. They are irredeemable and have no voting rights. On a return of assets in a liquidation or otherwise the deferred shareholders will be paid the amount paid up on such shares.