

**MICHAEL RHODES LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED
31ST DECEMBER 2003**



LANGDOWNS DFK

Chartered Accountants

Fleming Court

Leigh Road

Eastleigh

Southampton

SO50 9PD

MICHAEL RHODES LIMITED
ABBREVIATED ACCOUNTS
YEAR ENDED 31ST DECEMBER 2003

CONTENTS

PAGES

Abbreviated balance sheet

1

Notes to the abbreviated accounts

2 to 4

MICHAEL RHODES LIMITED**ABBREVIATED BALANCE SHEET****31ST DECEMBER 2003**

	Note	2003 £	2002 £
FIXED ASSETS	2		
Intangible assets		41,600	44,200
Tangible assets		19,047	23,249
		<u>60,647</u>	<u>67,449</u>
CURRENT ASSETS			
Debtors		4,906	7,296
Cash at bank and in hand		68,408	56,219
		<u>73,314</u>	<u>63,515</u>
CREDITORS: Amounts falling due within one year		<u>81,454</u>	<u>93,671</u>
NET CURRENT LIABILITIES		<u>(8,140)</u>	<u>(30,156)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>52,507</u>	<u>37,293</u>
PROVISIONS FOR LIABILITIES AND CHARGES		<u>1,733</u>	<u>2,229</u>
		<u>50,774</u>	<u>35,064</u>
CAPITAL AND RESERVES			
Called-up equity share capital	3	1,000	1,000
Profit and loss account		49,774	34,064
SHAREHOLDERS' FUNDS		<u>50,774</u>	<u>35,064</u>

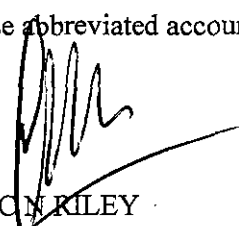
The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibility 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 financial statements 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 and signed by the director on 5th March 2004.



MR C N RILEY
Director

The notes on pages 2 to 4 form part of these abbreviated accounts.

MICHAEL RHODES LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31ST DECEMBER 2003

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.

Amortisation

Amortisation 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:

Goodwill - 5% straight line

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:

Plant & Machinery	- 25% reducing balance
Fixtures & Fittings	- 25% reducing balance
Motor Vehicles	- 25% reducing balance
Equipment	- 12.5% - 33% reducing balance

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.

MICHAEL RHODES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST DECEMBER 2003

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 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

	Intangible Assets £	Tangible Assets £	Total £
COST			
At 1st January 2003	52,000	37,288	89,288
Additions	—	3,789	3,789
Disposals	—	(3,021)	(3,021)
At 31st December 2003	<u>52,000</u>	<u>38,056</u>	<u>90,056</u>
DEPRECIATION			
At 1st January 2003	7,800	14,039	21,839
Charge for year	2,600	6,845	9,445
On disposals	—	(1,875)	(1,875)
At 31st December 2003	<u>10,400</u>	<u>19,009</u>	<u>29,409</u>
NET BOOK VALUE			
At 31st December 2003	<u>41,600</u>	<u>19,047</u>	<u>60,647</u>
At 31st December 2002	<u>44,200</u>	<u>23,249</u>	<u>67,449</u>

MICHAEL RHODES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST DECEMBER 2003

3. SHARE CAPITAL

Authorised share capital:

	2003	2002
	£	£
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

Allotted, called up and fully paid:

	2003		2002	
	No	£	No	£
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>