

SWOT MUSIC LTD
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2009

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COMPANY NUMBER: 4446292



SWOT MUSIC LTD
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2009

COMPANY INFORMATION

DIRECTORS	Mr J Sweet Ms D Dougoud
SECRETARY	Ms D Dougoud
REGISTERED OFFICE	The Old Emporium Bow Street LANGPORT Somerset TA10 9PQ
COMPANY NUMBER	4446292
ACCOUNTANTS	Jean Davenport (Accountants) The Old Emporium Bow Street LANGPORT Somerset TA10 9PQ
BANKERS	National Westminster Bank plc 49 South Street Dorchester Dorset DT1 1DW

SWOT MUSIC LTD
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2009

The directors present their report and the financial statements for the year ended 30 September 2009

Principal Activities

The principal activity of the company is Music production

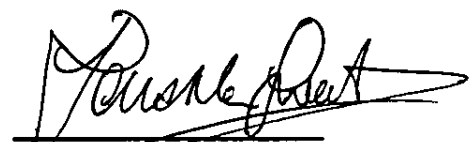
Directors

The directors at 30 September 2009 and their interests in the share capital of the company were as follows

	Ordinary Shares of £1 Each			
	30 September	30 September	30 September	30 September
	2009	2009	2008	2008
	'A' Ordinary	'B' Ordinary	'A' Ordinary	'B' Ordinary
Mr J Sweet	60	1	75	1
Ms D Dougoud	40	0	25	0

Small Company Rules

This report has been prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to small companies It was approved by the board on
14th June 2010 and signed on its behalf


Mr J Sweet
Director

ACCOUNTANT'S REPORT TO THE MEMBERS OF
SWOT MUSIC LTD
FOR THE YEAR ENDED 30 SEPTEMBER 2009

In accordance with instructions given to me, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and Loss Account and Balance Sheet and the related notes from the accounting records and information and explanation you have given to us

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's Board of Directors, as a body, for our work or for this report.

You have acknowledged on the balance sheet your duty to ensure that the company has kept proper accounting records and to prepare financial statements for the year ended 30 September 2009 that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from any statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements or any other form of assurance on them.



JEAN DAVENPORT
(ACCOUNTANTS)

The Old Emporium
Bow Street
LANGPORT
Somerset
TA10 9PQ

Dated 16th June 2010

SWOT MUSIC LTD
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 SEPTEMBER 2009

	Notes	<u>2009</u> £	<u>2008</u> £
TURNOVER	1.2 & 2	172167	158907
Cost of sales		<u>27838</u>	<u>36733</u>
GROSS PROFIT		144329	122174
Administrative Expenses		<u>56707</u>	<u>47887</u>
OPERATING PROFIT	3	87622	74287
Prior year's adjustment		14900	-
Interest Receivable		177	1926
E-Filing Incentive		75	250
Interest Payable		<u>4501</u>	<u>5865</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		68473	70598
Tax on profit on ordinary activities	4	<u>15150</u>	<u>15735</u>
PROFIT FOR THE YEAR		<u>53323</u>	<u>54863</u>

The notes on pages 7 to 10 form an integral part of these financial statements

SWOT MUSIC LTD
BALANCE SHEET AS AT 30 SEPTEMBER 2009

	Notes	£	2009 £	£	2008 £
INTANGIBLE FIXED ASSETS	5		9000		12000
TANGIBLE FIXED ASSETS	6		<u>74697</u>		<u>68706</u>
			83697		80706
 CURRENT ASSETS					
Work in Progress		20211		0	
Debtors	7	12101		7763	
Cash at Bank and in Hand		<u>28604</u>		<u>30869</u>	
		60916		38632	
 CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR	8	<u>108939</u>		<u>75050</u>	
 NET CURRENT (LIABILITIES)			<u>(48023)</u>		<u>(36418)</u>
 TOTAL ASSETS LESS CURRENT LIABILITIES			35674		44288
 CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	9		25210		34014
 PROVISIONS FOR LIABILITIES AND CHARGES	10		<u>10050</u>		<u>7383</u>
 NET ASSETS			<u>414</u>		<u>2891</u>
 CAPITAL AND RESERVES					
Called Up Share Capital	11		101		101
Profit and Loss Account			<u>313</u>		<u>2790</u>
Shareholders' Funds	12		<u>414</u>		<u>2891</u>

The notes on pages 7 to 10 form an integral part of these financial statements

See continuation sheet on page 6A for Directors' Statement on the Balance Sheet

SWOT MUSIC LTD
DIRECTORS' STATEMENT ON THE BALANCE SHEET
FOR THE YEAR ENDED 30 SEPTEMBER 2009

For the year ending 30 September 2009 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies

Director's responsibilities

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476,
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and approved by the Board on 14th June 2010 and signed on its behalf

A handwritten signature in black ink, appearing to read 'J Sweet', with a long horizontal flourish extending to the right.

Mr J Sweet
Director

SWOT MUSIC LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2009

1. ACCOUNTING POLICIES

The following accounting policies have been consistently applied in dealing with the items which are considered material in relation to the company's accounts

1.1 Basis of preparation of accounts

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Motor Vehicles	25% reducing balance basis
Equipment	20% reducing balance basis
Fixtures and Fittings	15% reducing balance basis

1.4 Stocks and work in progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads

1.5 Deferred taxation

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred taxation is measured on a non-discounted basis at the average tax rates that would apply when the timing differences are expected to reverse, based on tax rates and laws that have been enacted by the balance sheet date

1.6 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance contracts and finance leases are capitalised as tangible fixed assets and depreciated over the shorter of the lease term and their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligations outstanding in each period

1.7 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year

SWOT MUSIC LTD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2009 (CONTINUED)

2. TURNOVER

There were no exports during the financial year

3. OPERATING PROFIT

The operating profit is stated after charging

	<u>2009</u>	<u>2008</u>
	£	£
Amortisation of Goodwill	3000	3000
Depreciation of tangible fixed assets owned by the company	10973	7714
Depreciation of tangible fixed assets held under finance leases	7365	9388
Directors' remuneration	<u>7880</u>	<u>10560</u>

4. TAXATION

	<u>2009</u>	<u>2008</u>
	£	£
UK Current Year Taxation		
UK Corporation tax at 21% (2008 20%/21%)	15455	11658
Transfer to deferred taxation	<u>2667</u>	<u>4077</u>
	18122	15735
Prior years adjustment	<u>(2972)</u>	<u>-</u>
	<u>15150</u>	<u>15735</u>

5. INTANGIBLE FIXED ASSETS

	Goodwill
	£
Cost	
At 30 September 2009	<u>30000</u>
Provision for diminution in value	
At 01 October 2008	18000
Increase in year	<u>3000</u>
At 30 September 2009	<u>21000</u>
Net Book Values	
At 30 September 2009	<u>9000</u>
At 30 September 2008	<u>12000</u>

Goodwill arose on the purchase of an unincorporated business in October 2002 and is being amortised over 10 years. In the opinion of the Directors, this represents a prudent estimate of the period over which the company will derive economic benefit from the products acquired as part of that business.

SWOT MUSIC LTD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2009 (CONTINUED)

6. TANGIBLE FIXED ASSETS

	Motor Vehicles £	Equipment £	Fixtures & Fittings £	Total £
Cost or valuation				
At 01 October 2008	15541	91431	21296	128268
Additions	0	21110	3219	24329
Disposals	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
At 30 September 2009	<u>15541</u>	<u>112541</u>	<u>24515</u>	<u>152597</u>
Depreciation				
At 01 October 2008	6799	42385	10378	59562
Charge for the year	2186	14031	2121	18338
Disposal	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
At 30 September 2009	<u>8985</u>	<u>56416</u>	<u>12499</u>	<u>77900</u>
Net Book Values				
At 30 September 2009	<u>6556</u>	<u>56125</u>	<u>12016</u>	<u>74697</u>
At 30 September 2008	<u>8742</u>	<u>49046</u>	<u>10918</u>	<u>68706</u>

Included above are assets held under hire purchase contracts as follows

	£
Plant and Machinery	<u>32370</u>
Vehicles	<u>15541</u>

7. DEBTORS

	<u>2009</u> £	<u>2008</u> £
Due within one year		
Trade debtors	12101	7763
Prepayments and accrued income	<u>0</u>	<u>0</u>
	<u>12101</u>	<u>7763</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	<u>2009</u> £	<u>2008</u> £
Bank loans and overdrafts (secured)	33024	25520
Obligations under finance leases	8804	8804
Trade creditors	35613	22942
Corporation tax	12483	11658
Other taxation and social security	7589	4451
Directors' loan accounts	86	1675
Other Creditors	<u>11340</u>	<u>-</u>
	<u>108939</u>	<u>75050</u>

Bank loans outstanding at the year end amounted to £33024 and this is payable in annual instalments, plus interest, as follows

	<u>2009</u>	<u>2008</u>
Within one year	6410	4056
Between one and two years	6410	4056
Between two and five years	19230	12168
After more than five years	974	5240

SWOT MUSIC LTD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2009 (CONTINUED)

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	<u>2009</u> £	<u>2008</u> £
Net obligations under finance lease and hire purchase contracts	<u>25210</u>	<u>34014</u>

10. DEFERRED TAXATION

	<u>2009</u> £	<u>2008</u> £
Balance at 01 October 2008	7383	3306
Charge for the year	<u>2667</u>	<u>4077</u>
Balance at 30 September 2009	<u>10050</u>	<u>7383</u>

The provision for deferred taxation is made up of accelerated capital allowances

11. SHARE CAPITAL

	<u>2009</u> £	<u>2008</u> £
Authorised:		
Ordinary "A" shares of £1 each	<u>80000</u>	<u>80000</u>
Ordinary "B" shares of £1 each	<u>20000</u>	<u>20000</u>
Allotted, called up and fully paid:		
Ordinary "A" shares of £1 each	<u>100</u>	<u>100</u>
Ordinary "B" shares of £1 each	<u>1</u>	<u>1</u>

12. RECONCILIATION OF RESERVES

	Called-up share capital £	Profit and loss account £
Shareholders' Funds at 01 October 2008	101	2790
Profit for the year	0	53323
Dividends paid	<u>0</u>	<u>55800</u>
Shareholder's Funds at 30 September 2009	<u>101</u>	<u>313</u>

The directors paid a dividend of £558 00 'A' ordinary share