

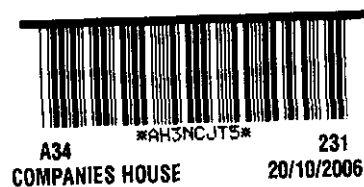
REGISTERED NUMBER: 4568607 (England and Wales)

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2005

FOR

PRACTICAL ACCOUNTING LIMITED



PRACTICAL ACCOUNTING LIMITED
ABBREVIATED BALANCE SHEET
31ST DECEMBER 2005

		31st December 2005		31st December 2004 (Restated)	
	Notes	£	£	£	£
TANGIBLE FIXED ASSETS	3		26,532		21,218
INTANGIBLE FIXED ASSETS	3		17,145		21,430
CURRENT ASSETS:					
Stock		23,796		27,569	
Debtors		19,302		27,151	
Cash at bank		31,730		40,506	
		<u>74,828</u>		<u>95,226</u>	
CREDITORS:					
Amounts falling due within one year		105,961		118,630	
NET CURRENT ASSETS:			(31,133)		(23,404)
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>12,544</u>		<u>19,244</u>
CREDITORS:					
Amounts falling due after one year			-		-
PROVISIONS FOR LIABILITIES AND CHARGES			1,500		1,500
			<u>11,044</u>		<u>17,744</u>
CAPITAL AND RESERVES:					
Called up share capital	2		100		100
Profit and loss account			10,944		17,644
SHAREHOLDERS' FUNDS:			<u>11,044</u>		<u>17,744</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31st December 2005

The members have not required the company to obtain an audit of its financial statements for the year ended 31st December 2005 in accordance with Section 249B(2) of the Companies Act 1985.

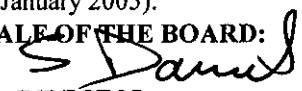
The director acknowledges his responsibilities for:

(a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

ON BEHALF OF THE BOARD:


S Daniels - DIRECTOR
3rd October 2006

PRACTICAL ACCOUNTING LIMITED

NOTES TO THE FINANCIAL STATEMENTS **FOR THE YEAR ENDED 31ST DECEMBER 2005**

Accounting convention

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

Turnover

Turnover represents net invoiced sales of services, excluding value added tax.

Tangible Fixed Assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Plant & machinery	15% to 25% reducing balance
Motor Vehicles	20% reducing balance

Intangible fixed assets

Depreciation is provided in order to write off each asset over its estimated useful life as follows:

Goodwill	7 years
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Stock & Work in Progress

Work in progress is valued in accordance with UITF 40 reflecting the accrual of the right to consideration by reference to the value of the services performed

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences.

2 CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal Value	2005 £	2004
100	Ordinary	£1	100	100
			<u>100</u>	<u>100</u>

Allotted, issued and fully paid:

Number:	Class:	Nominal Value	£	
100	Ordinary	£1	100	100
			<u>100</u>	<u>100</u>

PRACTICAL ACCOUNTING LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2005

3 TANGIBLE FIXED ASSETS

	Total £
Cost:	
At 31st December 2004	26,419
Additions in the year	12,104
Disposals	-
At 31st December 2005	<u>38,523</u>
Depreciation:	
At 31st December 2004	5,201
Charge for the year	6,790
Disposals	-
At 31st December 2005	<u>11,991</u>
Written Down Value:	
At 31st December 2005	<u>26,532</u>
At 31st December 2004	<u>21,218</u>

INTANGIBLE FIXED ASSETS

	Total £
Cost:	
At 31st December 2004	30,000
Additions in the year	-
Disposals	-
At 31st December 2005	<u>30,000</u>
Depreciation:	
At 31st December 2004	8,570
Charge for the year	4,285
Disposals	-
At 31st December 2005	<u>12,855</u>
Written Down Value:	
At 31st December 2005	<u>17,145</u>
At 31st December 2004	<u>21,430</u>

4 RELATED PARTY TRANSACTIONS

At the balance sheet date the total amount due to the director, included in creditors falling due within one year was £57,978 (£78,085)

5 PRIOR YEAR ADJUSTMENT

During the year the company has adopted a new accounting policy in respect of the valuation of work in progress in accordance with UITF 40

The company's 2004 Profit and Loss Account and Balance Sheet have been re-stated as follows

	As previously reported £	Prior Year Adjustment £	As restated £
Work in Progress	16,508	11,061	27,569
Profit & Loss Account	6,583	11,061	17,644