Registration number: N1070121

Orthalign Limited

Director's Report and Financial Statements

for the Year Ended 31 December 2012

Minford
Chartered Accountants
Moyola House
31 Hawthorne Grove
York
YO31 7YA

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Orthalign Limited

Contents

Company Information 1

Director's Report 2

Accountants' Report 3

Profit and Loss Account 4

Balance Sheet 5

Notes to the Financial Statements ..... 6 to 9

The following pages do not form part of the statutory financial statements:

Detailed Profit and Loss Account ..... 10 to 12

Orthalign Limited

Company Information

Director	Mr John Joe McCullagh
Company secretary	Mrs Mary Josephine McCullagh
Registered office	The Orthodontic Practice 33 Campsie Road Omagh Co Tyrone BT79 0AJ
Accountants	Minford Chartered Accountants Moyola House 31 Hawthorne Grove York YO31 7YA

Orthalign Limited

Director's Report for the Year Ended 31 December 2012

The director presents his report and the financial statements for the year ended 31 December 2012.

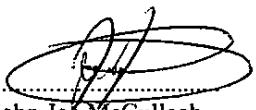
Director of the company
The director who held office during the year was as follows:

Mr John Joe McCullagh

Principal activity
The principal activity of the company is Orthodontic services.

Small company provisions
This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

Approved by the Board on 18 September 2013 and signed on its behalf by:



Mr John Joe McCullagh
Director

Chartered Accountants' Report to the Director on the Preparation of the Statutory Accounts of Orthalign Limited for the Year Ended 31 December 2012

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Orthalign Limited for the year ended 31 December 2012 set out on pages 4 to 9 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at icaew.com/membershandbook.

This report is made solely to the Board of Directors of Orthalign Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Orthalign Limited and state those matters that we have agreed to state to them, as a body, in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Orthalign Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Orthalign Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Orthalign Limited. You consider that Orthalign Limited is exempt from the statutory audit requirement for the year.

Minford
Chartered Accountants
Moyola House
31 Hawthorne Grove
York
YO31 7YA

18 September 2013

Orthalign Limited

Profit and Loss Account for the Year Ended 31 December 2012

	Note	2012 £	2011 £
Turnover		242,899	319,982
Cost of sales		(31,764)	(19,526)
Gross profit		211,135	300,456
Administrative expenses		(78,102)	(67,431)
Operating profit	3	133,033	233,025
Other interest receivable and similar income		10,973	8,710
Interest payable and similar charges		(327)	(564)
Profit on ordinary activities before taxation		143,679	241,171
Tax on profit on ordinary activities	5	(28,630)	(49,012)
Profit for the financial year	12	115,049	192,159

The notes on pages 6 to 9 form an integral part of these financial statements.

Orthalign Limited

(Registration number: N1070121)

Balance Sheet at 31 December 2012

	Note	2012 £	2011 £
Fixed assets			
Intangible fixed assets	6	420,068	420,068
Tangible fixed assets	7	4,159	3,633
		424,227	423,701
Current assets			
Stocks		57,227	46,238
Debtors	8	3,424	6,916
Cash at bank and in hand		616,060	608,820
		676,711	661,974
Creditors: Amounts falling due within one year	9	(426,368)	(496,154)
Net current assets		250,343	165,820
Net assets		674,570	589,521
Capital and reserves			
Called up share capital	10	1	1
Profit and loss account	12	674,569	589,520
Shareholders' funds		674,570	589,521

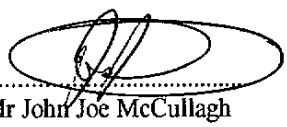
These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard for Smaller Entities (effective 2008).

For the year ending 31 December 2012 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

Approved by the director on 18 September 2013



Mr John Joe McCullagh
Director

1 Business Information

Orthalign Ltd runs an orthodontic practice under an expense sharing arrangement in Omagh, Northern Ireland.

2 Accounting policies

Basis of preparation
The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover
Turnover represents amounts chargeable in respect of the sale of goods and services to customers.

Goodwill
Positive goodwill is capitalised, classified as an asset on the balance sheet. It is reviewed for impairment at the end of the first full financial year following the acquisition and in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable.

Amortisation
Amortisation is provided on intangible fixed assets so as to write off the cost, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Amortisation method and rate
Goodwill	0% straight line

Depreciation
Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Plant and machinery	20% straight line basis

Stock and work in progress
Stock and work in progress are valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

Financial instruments
Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

3 Operating profit

Operating profit is stated after charging:

	2012 £	2011 £
Depreciation of tangible fixed assets	1,040	908

4 Director's remuneration

The director's remuneration for the year was as follows:

	2012 £	2011 £
Remuneration	12,622	12,650

5 Taxation

Tax on profit on ordinary activities

	2012 £	2011 £
Current tax		
Corporation tax charge	28,630	49,012

6 Intangible fixed assets

	Goodwill £	Total £
Cost		
At 1 January 2012	420,068	420,068
At 31 December 2012	420,068	420,068
Amortisation		
At 31 December 2012	-	-
Net book value		
At 31 December 2012	420,068	420,068
At 31 December 2011	420,068	420,068

7 Tangible fixed assets

	Plant and machinery £	Total £
Cost or valuation		
At 1 January 2012	6,610	6,610
Additions	1,566	1,566
At 31 December 2012	8,176	8,176
Depreciation		
At 1 January 2012	2,977	2,977
Charge for the year	1,040	1,040
At 31 December 2012	4,017	4,017
Net book value		
At 31 December 2012	4,159	4,159
At 31 December 2011	3,633	3,633

8 Debtors

	2012 £	2011 £
Trade debtors	2,214	5,414
Other debtors	1,210	1,502
	3,424	6,916

9 Creditors: Amounts falling due within one year

	2012 £	2011 £
Trade creditors	1,712	3,414
Bank loans and overdrafts	7,777	17,495
Corporation tax	28,630	49,013
Other creditors	388,249	426,232
	426,368	496,154

10 Share capital

Allotted, called up and fully paid shares

	2012		2011	
	No.	£	No.	£
Ordinary of £1 each	1	1	1	1

11 Dividends

	2012 £	2011 £
Dividends paid		
Current year interim dividend paid	30,000	30,000

12 Reserves

	Profit and loss account £	Total £
At 1 January 2012	589,520	589,520
Profit for the year	115,049	115,049
Dividends	(30,000)	(30,000)
At 31 December 2012	674,569	674,569

13 Control

The company is controlled by the director who owns 100% of the called up share capital.

Orthalign Limited

Detailed Profit and Loss Account for the Year Ended 31 December 2012

	2012		2011	
	£	£	£	£
Turnover (analysed below)		242,899		319,982
Cost of sales (analysed below)		(31,764)		(19,526)
Gross profit		211,135		300,456
Administrative expenses				
Employment costs (analysed below)	(51,334)		(43,348)	
Establishment costs (analysed below)	(7,615)		(6,252)	
General administrative expenses (analysed below)	(17,459)		(16,022)	
Finance charges (analysed below)	(654)		(901)	
Depreciation costs (analysed below)	(1,040)		(908)	
		(78,102)		(67,431)
Other interest receivable and similar income (analysed below)		10,973		8,710
Interest payable and similar charges (analysed below)		(327)		(564)
Profit on ordinary activities before taxation		143,679		241,171

Orthalign Limited

Detailed Profit and Loss Account for the Year Ended 31 December 2012

	2012 £	2011 £
Turnover		
NHS Fees	194,249	228,187
Private Fees	44,923	67,594
Practice Allowance	3,727	24,201
	242,899	319,982
Cost of sales		
Opening stock	1,250	2,500
Materials	29,597	15,327
Laboratory charges	2,417	2,949
Closing stock	(1,500)	(1,250)
	31,764	19,526
Employment costs		
Wages and salaries	36,794	28,886
Directors remuneration	12,622	12,650
Staff training and courses	1,918	1,812
	51,334	43,348
Establishment costs		
Rates	268	563
Light, heat and power	1,365	1,204
Insurance	3,088	2,847
Repairs and maintenance	2,894	1,638
	7,615	6,252

Orthalign Limited

Detailed Profit and Loss Account for the Year Ended 31 December 2012

..... continued

	2012 £	2011 £
General administrative expenses		
Telephone, fax and internet	1,556	1,576
Postage, stationery and computer sundries	4,762	4,311
Subscriptions	2,493	1,455
Sundry expenses	1,303	1,673
Cleaning	518	548
Levies	176	235
Accountancy and bookkeeping fees	4,978	4,971
Legal and professional fees	637	-
Motor expenses	426	594
Advertising	610	659
	17,459	16,022
Finance charges		
Bank charges	654	901
Depreciation costs		
Depreciation of plant and machinery	1,040	908
Other interest receivable and similar income		
Bank interest receivable	10,973	8,710
	10,973	8,710
Interest payable and similar charges		
Loan interest	327	564
	327	564