

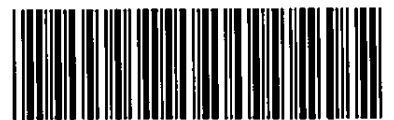
HotDocs Limited

ABBREVIATED ACCOUNTS

for the year ended

31 July 2011

SATURDAY



S17SFY15

SCT

28/04/2012

#418

COMPANIES HOUSE

Company Registration No. SC166375

HotDocs Limited

INDEPENDENT AUDITOR'S REPORT TO HOTDOCS LIMITED Under Section 449 Of The Companies Act 2006

We have examined the abbreviated accounts set out on pages 2 to 6, together with the financial statements of HotDocs Limited for the year ended 31 July 2011 prepared under section 396 of the Companies Act 2006.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

The directors are responsible for preparing the abbreviated accounts in accordance with section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

This report, including the opinion, has been prepared for and only for the company for the purpose of section 449 of the Companies Act 2006 and for no other purpose. To the fullest extent permitted by law, we do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.



ALAN AITCHISON (SENIOR STATUTORY AUDITOR)
FOR AND ON BEHALF OF BAKER TILLY UK AUDIT LLP, STATUTORY AUDITOR
Chartered Accountants
Breckenridge House
274 Sauchiehall Street
GLASGOW
G2 3EH

27/6/12

HotDocs Limited**ABBREVIATED BALANCE SHEET**

As at 31 July 2011

	Notes	2011 £	£	2010 £	£
FIXED ASSETS					
Intangible assets	1	1,036,550		1,349,214	
Tangible assets	1	13,651		7,684	
Investments	1	6		6	
		<u>1,050,207</u>		<u>1,356,904</u>	
CURRENT ASSETS					
Debtors		466,898		220,779	
Cash at bank and in hand		624,844		276,482	
		<u>1,091,742</u>		<u>497,261</u>	
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR					
		<u>(895,090)</u>		<u>(1,178,140)</u>	
NET CURRENT ASSETS/(LIABILITIES)					
		<u>196,652</u>		<u>(680,879)</u>	
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>1,246,859</u>		<u>676,025</u>	
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR					
	2	(748,853)		(500,000)	
PROVISIONS FOR LIABILITIES					
		<u>(1,124)</u>		<u>-</u>	
		<u>496,882</u>		<u>176,025</u>	
CAPITAL AND RESERVES					
Called up share capital	3	20,710		20,710	
Share premium account		115,989		115,989	
Profit and loss account		360,183		39,326	
SHAREHOLDERS' FUNDS					
		<u>496,882</u>		<u>176,025</u>	

These abbreviated financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The abbreviated financial statements on pages 2 to 6 were approved by the board of directors and authorised for issue on 26/4/12 and are signed on its behalf by:

Mr R Shepherd
Director



HotDocs Limited

ACCOUNTING POLICIES

ACCOUNTING CONVENTION

The financial statements are prepared under the historical cost convention and the Financial Reporting Standard for Smaller Entities (effective April 2008).

COMPLIANCE WITH ACCOUNTING STANDARDS

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

TURNOVER

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax, as adjusted for movements in the opening and closing deferred income creditor for income not yet earned on maintenance contracts invoiced in advance.

GOODWILL

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:

HotDocs Software - 5 years Straight Line

TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	3 years Straight Line
Fixtures, fittings & equipment	25% Reducing Balance

LEASING

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

INVESTMENTS

Long term investments are classified as fixed assets.

Fixed asset investments are stated at cost in the company balance sheet. Other investments listed on a recognised stock exchange are valued at the lower of cost and mid-market value at the balance sheet date. Unlisted investments are stated at cost.

Provision is made for any impairment in the value of fixed asset investments.

PENSIONS

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

FOREIGN CURRENCY TRANSLATION

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to the profit and loss account.

Assets, liabilities, and results of overseas subsidiaries are translated at the rate ruling at the balance sheet date. Exchange differences arising are dealt with through reserves.

HotDocs Limited

ACCOUNTING POLICIES (CONTINUED)

GROUP ACCOUNTS

In the opinion of the Directors, the company and the subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided under section 398 of the Companies Act 2006 not to prepare group accounts.

HotDocs Limited

NOTES TO THE ABBREVIATED ACCOUNTS

For the year ended 31 July 2011

1 FIXED ASSETS

	Intangible assets	Tangible assets	Investments	Total
	£	£	£	£
COST				
At 1 August 2010	1,571,901	125,305	6	1,697,212
Additions	-	12,319	-	12,319
Disposals	-	(107,490)	-	(107,490)
At 31 July 2011	1,571,901	30,134	6	1,602,041
DEPRECIATION				
At 1 August 2010	222,687	117,621	-	340,308
On disposals	-	(106,900)	-	(106,900)
Charge for the year	312,664	5,762	-	318,426
At 31 July 2011	535,351	16,483	-	551,834
NET BOOK VALUE				
At 31 July 2011	1,036,550	13,651	6	1,050,207
At 31 July 2010	1,349,214	7,684	6	1,356,904

The company owns 100 \$0.10 common shares in HotDocs Corporation, which represents 100% of the issued share capital. HotDocs Corporation is a company registered in the state of Delaware in the USA.

2 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2011 £	2010 £
Bank loans	350,000	500,000
Accruals and deferred income	398,853	-
	748,853	500,000
ANALYSIS OF LOANS		
Wholly repayable within five years	898,853	650,000
Included in current liabilities	(150,000)	(150,000)
	748,853	500,000

The bank holds a bond and floating charge over the assets of the company.

HotDocs Limited

NOTES TO THE ABBREVIATED ACCOUNTS

For the year ended 31 July 2011

3	SHARE CAPITAL	2011	2010
		£	£
	ALLOTTED, CALLED UP AND FULLY PAID		
	20,240 Ordinary A shares of £1 each	20,240	20,240
	470 Ordinary B shares of £1 each	470	470
		<u>20,710</u>	<u>20,710</u>

4 TRANSACTIONS WITH DIRECTORS

At 1 August 2010, Mr R Shepherd's current account was overdrawn by £35,007. During the year, this amount was repaid, therefore at 31 July 2011 Mr R Shepherd owed the company £nil. No interest was charged on this balance.

5 ULTIMATE PARENT COMPANY

The ultimate controlling party of the group is Mr R Shepherd.