

Jim Friel & Company Limited
Unaudited abbreviated accounts
for the year ended 31 March 2007

Alistair Brown Limited
Chartered Accountants
Moncreiff House
10 Moncreiff Street
Paisley
PA3 2BE



The following reproduces the text of the accountants' report in respect of the company's annual financial statements, from which the abbreviated accounts (set out on pages 2 to 5) have been prepared

**Chartered accountants' report to the Director on the unaudited financial statements of
Jim Friel & Company Limited**

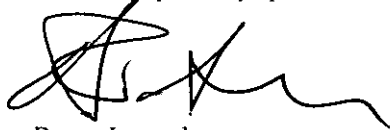
In order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and Loss Account, the Balance Sheet, and the related notes from the accounting records and information and explanations you have given to us

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.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in Scotland and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 March 2007 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the 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.



Alistair Brown Limited
Chartered Accountants

12 October 2007

Moncrieff House
10 Moncrieff Street
Paisley
PA3 2BE

Jim Friel & Company Limited
Abbreviated balance sheet as at 31 March 2007

		31 March 2007		31 March 2006	
	Note	£	£	£	£
Fixed assets					
Intangible assets	3		135,000		
Tangible assets	3		<u>17,505</u>		<u> </u>
			152,505		
Current assets					
Debtors		280,160			
Cash at bank and in hand		<u>86,696</u>		<u>100</u>	
		366,856		100	
Creditors' Amounts falling due within one year		<u>(443,066)</u>		<u> </u>	
Net current (liabilities)/assets			<u>(76,210)</u>		<u>100</u>
Net assets			<u>76,295</u>		<u>100</u>
Capital and reserves					
Called up share capital	4		100		100
Profit and loss account			<u>76,195</u>		<u> </u>
Equity shareholders' funds			<u>76,295</u>		<u>100</u>

For the financial year ended 31 March 2007, the company was entitled to exemption from audit under section 249A(1) of the Companies Act 1985, and no notice has been deposited under section 249B(2) requesting an audit. The director acknowledges his responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the 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 Companies Act 1985, so far as applicable to the company.

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

These accounts were approved by the Director on 12 October 2007

James J Friel
Director

Jim Friel & Company Limited

Notes to the abbreviated accounts for the year ended 31 March 2007

1 Accounting policies

Basis of preparation

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

Cash flow statement

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirements to prepare such a statement

Fee income

This represents the amounts chargeable to clients for professional services provided during the year, excluding value added tax. Fee income is recognised when a right to consideration has been obtained through performance under each contract, i.e. case. Consideration accrues as activity progresses by reference to the value of the work performed. Fee income is not recognised where the right to receive payment is contingent on events outside the control of the firm.

Unbilled revenue

Unbilled revenue is included in debtors as 'Amounts recoverable on contracts'.

Amortisation

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

Goodwill	10% on cost
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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:

Office equipment	25% on cost
Computers and software	25% on cost

Goodwill

Goodwill is the difference between the fair value of consideration paid for an acquired entity and the aggregate of the fair value of that entity's identifiable assets and liabilities.

Positive goodwill is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful economic life. 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.

Pensions

The company operates a defined contribution pension scheme. Contributions are charged in the profit and loss account as they become payable in accordance with the rules of the scheme.

Jim Friel & Company Limited

Notes to the abbreviated accounts for the year ended 31 March 2007

continued

2 Dividends

	Year ended 31 March 2007 £	1 February 2006 to 31 March 2006 £
Equity dividends paid	<u>30,000</u>	<u></u>

3 Fixed assets

	Intangible assets £	Tangible assets £	Total £
Cost			
Additions	<u>150,000</u>	<u>23,341</u>	<u>173,341</u>
Depreciation			
Charge for the year	<u>15,000</u>	<u>5,836</u>	<u>20,836</u>
Net book value			
As at 31 March 2007	<u>135,000</u>	<u>17,505</u>	<u>152,505</u>

4 Share capital

	31 March 2007 £	31 March 2006 £
Authorised		
Equity		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid		
Equity		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

Jim Friel & Company Limited

Notes to the abbreviated accounts for the year ended 31 March 2007

continued

5 Related parties

Controlling entity

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

Related party transactions

The company lets the property at 44 Carlton Place, Glasgow, from Wallace Hay Limited, the director and sole shareholder of which is the director and sole shareholder of Jim Friel & Company Limited. The annual rent amounted to £35,000 (2006 £35,000)