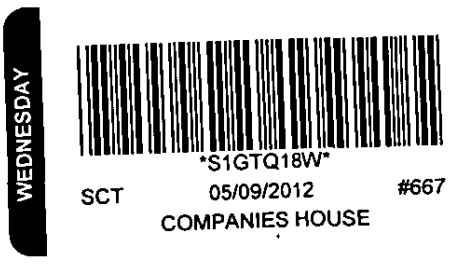
COMPANY REGISTRATION NUMBER SC369985

SFG SOFTWARE LTD

UNAUDITED ABBREVIATED ACCOUNTS

31 JANUARY 2012



RITSONS
Chartered Accountants
27 Huntly Street
Inverness
IV3 5PR

SFG SOFTWARE LTD

ACCOUNTANTS' REPORT TO THE DIRECTORS OF SFG SOFTWARE LTD

YEAR ENDED 31 JANUARY 2012

In accordance with our terms of engagement, and in order to assist you to fulfil your duties under the Companies Act 2006, we have prepared the financial statements of the company on pages 2 to 6 from the accounting records and information and explanations supplied to us.

This report is made to the Company's Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken to enable us to prepare the financial statements on behalf of the Company's Directors 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 Directors, as a body, for our work or for this report.

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

You have acknowledged on the balance sheet as at 31 January 2012 your duty to ensure that the company has kept adequate accounting records and to prepare financial statements that give a true and fair view under the Companies Act 2006. 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.

RITSONS
Chartered Accountants

27 Huntly Street
Inverness
IV3 5PR

4 September 2012

SFG SOFTWARE LTD

ABBREVIATED BALANCE SHEET

31 JANUARY 2012

	Note	2012 £	2012 £	2011 £	2011 £
FIXED ASSETS	2				
Intangible assets			**19,655**		17,818
Tangible assets			**6,754**		6,897
			26,409		24,715
CURRENT ASSETS					
Stocks		**2,500**		-	
Debtors		**90,492**		31,488	
Cash at bank and in hand		**42,834**		52,345	
		135,826		83,833	
CREDITORS: Amounts falling due within one year		**44,749**		24,814	
NET CURRENT ASSETS			**91,077**		59,019
TOTAL ASSETS LESS CURRENT LIABILITIES			**117,486**		83,734
CAPITAL AND RESERVES					
Called-up equity share capital	4		**196,000**		156,000
Profit and loss account			**(78,514)**		(72,266)
SHAREHOLDERS' FUNDS			**117,486**		83,734

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477, and that no member or members have requested an audit pursuant to section 476 of the Act.

The directors acknowledge their responsibilities for:

(i) ensuring that the company keeps adequate accounting records which comply with section 386 of the Act, and

(ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 393, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

The Balance sheet continues on the following page.

The notes on pages 4 to 6 form part of these abbreviated accounts.

SFG SOFTWARE LTD

ABBREVIATED BALANCE SHEET *(continued)*

31 JANUARY 2012

These abbreviated accounts were approved by the directors and authorised for issue on 31/8/12....., and are signed on their behalf by:

MR R MURRAY
Director

Company Registration Number: SC369985

The notes on pages 4 to 6 form part of these abbreviated accounts.

SFG SOFTWARE LTD

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 JANUARY 2012

1. ACCOUNTING POLICIES

Basis of accounting

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

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

Research and development

Research and development expenditure is written off in the year in which it is incurred.

Amortisation

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:

Intellectual property - 10% straight line

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation 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:

Plant & Machinery	-	33.3% straight line
Fixtures & Fittings	-	33.3% straight line
Equipment	-	20% straight line

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

1. ACCOUNTING POLICIES *(continued)*

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either 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.

Going concern

The company incurred losses during the first period of trading while it built up it's client base.It has also incurred a small loss during its second year of trading. At 31 January 2012 the company had net current assets amounting to £91,077 and total net assets amounting to £117,486. The directors foresee that the company will earn a profit during the forthcoming year and that it will have access to sufficient funds to continue its operations. Accordingly, the directors find it appropriate to prepare the accounts on the going concern basis.

2. FIXED ASSETS

	Intangible Assets £	Tangible Assets £	Total £
COST			
At 1 February 2011	**20,000**	**9,699**	**29,699**
Additions	**5,995**	**3,880**	**9,875**
At 31 January 2012	**25,995**	**13,579**	**39,574**
DEPRECIATION			
At 1 February 2011	**2,182**	**2,802**	**4,984**
Charge for year	**4,158**	**4,023**	**8,181**
At 31 January 2012	**6,340**	**6,825**	**13,165**
NET BOOK VALUE			
At 31 January 2012	**19,655**	**6,754**	**26,409**
At 31 January 2011	17,818	6,897	24,715

3. RELATED PARTY TRANSACTIONS

The company was under the control of Mr Murray, Mr Garvie and Mr Hamilton throughout the current period.

During the period Robert Murray, director, received £11,450 (2011 - £21,710) for consultancy services provided to the company at normal commercial rates.

During the period Paul Hamilton, director, received £nil (2011 - £3,715) for consultancy services provided to the company at normal commercial rates

During the period David Garvie, director, received £28,083 (2011 - £43,735) for consultancy services provided to the company at normal commercial rates.

During the period the company was invoiced £1,251 (2011 - £2,670) by Aquascot Ltd, a company in which Robert Murray is a director of, for rent and telephone invoiced at normal commercial rates.

During the period the company invoiced Aquascot Ltd £130,718 (2011 - £85,924) for computer equipment, IT support and software maintenance at normal commercial rates. Included in debtors at 31 January 2012 is £62,369 (2011 - £10,158) due from Aquascot Ltd

4. SHARE CAPITAL

Allotted, called up and fully paid:

	2012		2011	
	No	£	No	£
196,000 Ordinary shares of £1 each	**196,000**	**196,000**	156,000	156,000