

Test for New Generate

COMPUTER SOFTWARE HOUSE (Test case)

146 Pinehurst Road
West Moorsish
FERNDOWN
Dorset
BH22 0AT

**Test for New Generate
(Testing Format Lines)**

**ACCOUNTS
for the year ended
28 February 2008**

RFA ACCOUNTING

Chartered Management Accountants

IR99

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ACCOUNTANTS' REPORT ON THE UNAUDITED ACCOUNTS

As described on page 4 you have approved the accounts for the year ended 28 February 2008, set out on pages 2 to 5. In accordance with your instructions, we have prepared these unaudited accounts from the accounting records and information and explanations supplied to us.

WEST MOORS

25 October 2006

RFA ACCOUNTING

Chartered Management Accountants

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PROFIT AND LOSS ACCOUNT

Year ended 28 February 2008

	2008		2007	
	£	£	£	£
SALES		132,715		128,696
Opening stock	1,342		748	
Purchases	81,789		87,582	
	83,131		88,330	
Closing stock	1,575		1,342	
		81,556		86,988
GROSS PROFIT		51,159		41,708
OVERHEADS				
Employer's NI	7,431		8,386	
Temps and recruitment	35		60	
Wife's wages	1,433		1,400	
Rates	1,061		888	
Light and heat	1,365		1,229	
Repairs and renewals	1,042		1,188	
Insurance	221		220	
Postage and stationery	214		221	
Telephone	240		225	
Motor expenses	-		3,893	
Travelling expenses	1,604		-	
Wrapping	708		732	
Subscriptions	45		37	
Accountancy	513		377	
Bank interest	-		58	
Loan interest	1,640		2,549	
Sundries	1,063		812	
Depreciation	1,437		1,337	
		20,052		23,612
NET PROFIT		31,107		18,096
Divisible as follows :				
PARTNER 1				
Share of profit		18,664		10,857
B. Second				
Share of profit		3,111		1,810
C. Third				
Share of profit		6,221		3,619
D. Fourth				
Share of profit		3,111		1,810
		31,107		18,096

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PROFIT AND LOSS ACCOUNT

Year ended 28 February 2008

	2008		2007	
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Gross profit on sales %		38.55 %		32.41 %
Gross profit on cost of sales %		62.73 %		47.95 %

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Balance Sheet

28 February 2008

	2008		2007	
	£	£	£	£
Fixed Assets		27,692		26,779
CURRENT ASSETS				
Stock	2,375		1,342	
Sundry debtors	2,735		3,580	
Prepayments	-		233	
Bank current account	4,335		-	
Cash at bank	967		4,240	
Cash in hand	934		375	
	<u>11,346</u>		<u>9,770</u>	
CURRENT LIABILITIES				
Sundry creditors	1,526		1,772	
VAT payable	35		-	
Loans	-		1,884	
	<u>1,561</u>		<u>3,656</u>	
Net Current Assets		9,785		6,114
Net Assets		<u>37,477</u>		<u>32,893</u>
FINANCED BY :				
Total Partners' current accounts		27,705		21,418
Loan - XYX Bank PLC		9,772		11,475
		<u>37,477</u>		<u>32,893</u>

We approve the accounts set out on pages 2 to 5 and confirm that we have made available all relevant records and information for their preparation and that the profit is divisible between the partners in the proportions shown.

Approved by the partners on 25 October 2006.

PARTNER 1

B. Second

C. Third

D. Fourth

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Notes to the accounts

Year ended 28 February 2008

FIXED ASSETS

		2008	2007
		<u>£</u>	<u>£</u>
ASSETS AT COST			
<u>Cost</u>			
Freehold property at cost		<u>20,569</u>	<u>20,569</u>
	Total	Fixtures and Fittings	Motor Vehicles
	<u>£</u>	<u>£</u>	<u>£</u>
Brought Forward	6,210	4,050	1,533
Additions	2,350	-	-
Depreciation	(1,437)	(607)	(383)
	<u>7,123</u>	<u>3,443</u>	<u>1,150</u>
			Spare
			<u>£</u>
			627
			2,350
			(447)
			<u>2,530</u>

SUMMARY

	2008	2007
	<u>£</u>	<u>£</u>
NET BOOK AMOUNTS		
Assets at cost	20,569	20,569
Other fixed assets	7,123	6,210
	<u>27,692</u>	<u>26,779</u>

CURRENT ACCOUNTS

	PARTNER 1	B. Second	C. Third	D. Fourth	Total
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Brought forward	21,418	-	-	-	21,418
Share of profit	18,664	3,111	6,221	3,111	31,107
	<u>40,082</u>	<u>3,111</u>	<u>6,221</u>	<u>3,111</u>	<u>52,525</u>
Drawings	(24,820)	-	-	-	(24,820)
	<u>15,262</u>	<u>3,111</u>	<u>6,221</u>	<u>3,111</u>	<u>27,705</u>

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ANALYTICAL REVIEW

Year ended 28 February 2008

	Current year	Last year	Previous year
	£	£	£
TRADING ACCOUNT			
Trading income	132,715	128,696	-
Cost of sales	81,556	86,988	-
Gross profit	51,159	41,708	-
Overheads and expenses	20,052	23,612	-
Net profit	31,107	18,096	-
Gross profit on sales %	38.55 %	32.41 %	- %
Gross profit on cost of sales %	62.73 %	47.95 %	- %
Net profit on sales %	23.44 %	14.06 %	- %
BALANCE SHEET			
Fixed assets	27,692	26,779	-
Current assets	11,346	9,770	-
Current liabilities	1,561	3,656	-
Net current assets (liabilities)	9,785	6,114	-
Net assets (liabilities)	37,477	32,893	-
Included above			
Stock	2,375	1,342	-
Total debtors and prepayments	2,735	3,813	-
Total creditors and accruals	1,561	1,772	-
Ratios			
Stock to sales %	1.79 %	1.04 %	- %
Drawings			
PARTNER 1	24,820	11,752	-

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SCHEDULE OF TAX RETURN ENTRIES - INCOME AND EXPENSES

Year ended 28 February 2008

	2008		2007	
	£	£	£	£
Turnover				
SALES		132,715		128,696
Cost of sales				
Purchases	81,789		87,582	
Opening stock	1,342		748	
Closing stock	1,575		1,342	
		81,556		86,988
Gross profit/(loss)		51,159		41,708
Employee costs				
Employer's NI	7,431		8,386	
Temps and recruitment	35		60	
Wife's wages	1,433		1,400	
		8,899		9,846
Premises costs				
Rates	1,061		888	
Light and heat	1,365		1,229	
		2,426		2,117
Repairs				
Repairs and renewals		1,042		1,188
General administration expenses				
Insurance	221		220	
Postage and stationery	214		221	
Telephone	240		225	
		675		666
Motor expenses				
Motor expenses		-		3,893
Travel and subsistence				
Travelling expenses		1,604		-
Legal and professional costs				
Accountancy		513		377
Interest				
Bank interest	-		58	
Loan interest	1,640		2,549	
		1,640		2,607
Depreciation and loss/(profit) on sale				
Depreciation		1,437		1,337

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SCHEDULE OF TAX RETURN ENTRIES - INCOME AND EXPENSES (continued)**Year ended 28 February 2008**

	2008		2007	
	£	£	£	£
Other expenses				
Wrapping	708		732	
Subscriptions	45		37	
Sundries	1,063		812	
		1,816		1,581
Total expenses		20,052		23,612
Net profit/(loss)		31,107		18,096

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SCHEDULE OF TAX RETURN ENTRIES - BALANCE SHEET

28 February 2008

	2008		2007	
	£	£	£	£
Plant, machinery and motor vehicles				
Fixtures and fittings	3,443		4,050	
Motor vehicles	1,150		1,533	
SPARE	2,530		627	
		7,123		6,210
Other fixed assets(premises, goodwill etc)				
Freehold property at cost		20,569		20,569
Stock and work in progress				
Stock		2,375		1,342
Debtors/prepayments/other current assets				
Sundry debtors	2,735		3,580	
Prepayments	-		233	
		2,735		3,813
Bank/building society balances				
Bank current account	4,335		-	
Cash at bank	967		4,240	
		5,302		4,240
Cash in hand				
Cash in hand		934		375
Net Assets		39,038		36,549
Trade creditors/accruals				
Sundry creditors	1,526		1,772	
VAT payable	35		-	
		1,561		1,772
Loans and overdrawn bank accounts				
Loans	-		1,884	
Loan - XYX Bank PLC	9,772		11,475	
		9,772		13,359
Net Liabilities		11,333		15,131
Assets less Liabilities		27,705		21,418

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SCHEDULE OF TAX RETURN ENTRIES - BALANCE SHEET**28 February 2008**

	2008		2007	
	£	£	£	£
Balance at start of period				
Brought forward		21,418		15,074
Net profit/(loss)		31,107		18,096
Drawings				
Drawings		24,820		11,752
Balance at end of period		27,705		21,418

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ACCOUNTS

Year ended 28 February 2008

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