

Mr J Smith
Mr J Smith T/A Smith & Co
124 high Street
England City
PO23 XRT

Date: 25.10.16

Re: Our Ref /FA/JS001/Nilesh/Alpesh

Dear Mr Smith

Re: Accounts Year Ending: **29.02.16**, Trading period: **01.03.15 to 29.02.16**

Kindly find enclosed

- Draft Accounts for period ending **29.02.16**
- Letter of representation.
- Points of concern, outstanding and review points. Answering these questions may result in accounts being amended.

We request you to go through these accounts and if you are happy, kindly sign them and send us copy by email at operations@friendly-accountants.com.

If you need an assistance, please email Accounts Department at accounts@friendly-accountants.com
OR operations@friendly-accountants.com **OR** call on 020 - 8619 - 1485 **OR** 020 – 8518 - 0888.

Please Note

Your Self Assessment Tax Returns cannot be completed without your approval of these Accounts.

If does not matter how early we file your Tax Returns. The Tax liability dates when Tax is payable, both **31 January 2017 & 31 July 2017** are statutory.

By filing your Self Assessment Tax Returns as early as possible has the following advantages:

A: You know your Tax liability & dates you need to pay them. This enables you to plan your Cash Flow better.

B: Reminder letters from HMRC stop

Assuring you of our best attention at all times.

Yours faithfully

Friendly Accountants

Date:

To
Friendly Accountants
Consultancy House
220 Wards Road
Ilford
Essex
United Kingdom
IG2 7DY

Ref: Accounts dated: 29 February 2016

Our Client Ref: FA/JS001

We have today approved the above Accounts. The Accounts were explained to us properly by your accountant.

We want to inform you that we now need you to prepare the following Tax Returns as quickly as possible

Individual Name/s

Tax Year

Partnership Tax Return

Tax Year

Yours Sincerely

Mr J Smith T/A Smith & Co
124 high Street
England City
PO23 XRT

CLIENT : MR J SMITH T/A JOHN SMITH & CO						
FILE NO :	FA/JS001			FINAL	FIRST	
				REVIEWED	REVIEWED	PREPARED
Y/E	01-Mar-15	TO		BY	BY	BY
	29-Feb-16			ASM	KRN	PG
INDEX TO WORKING PAPERS						
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SECTION - A

MR J SMITH T/A JOHN SMITH & CO

FOR THE YEAR ENDED 29 February 2016

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- A9 Personal / Business Tax Computations**

Mr J Smith T/A John Smith & Co

Accounts

for the year ended 29 February 2016

Mr J Smith T/A John Smith & Co

Information

Accountants

Friendly Accountants
Consultancy House
220 Wards Road
Ilford Essex
United Kingdom
IG2 7DY

Business address

124 High Street
England City
PO23 XRT

Mr J Smith T/A John Smith & Co

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Mr J Smith T/A John Smith & Co

Accountants' Report on the Accounts to Mr J Smith T/A John Smith & Co

As described on page 3 - 4 you have approved the accounts for the year ended 29 February 2016 set out on pages 2 to 6. In accordance with your instructions we have compiled these accounts from the accounting records and information and explanations supplied to us.

Friendly Accountants

Consultancy House
220 Wards Road
Ilford Essex
United Kingdom
IG2 7DY

Mr J Smith T/A John Smith & Co

Trading and profit and loss account
for the year ended 29 February 2016

	2016		2015	
	£	£	£	£
Income				
Sales		70,794		65,742
Cost of sales				
Opening stock	1,200		1,250	
Direct costs	17,721		15,911	
	<u>18,921</u>		<u>17,161</u>	
Closing stock	(1,225)		(1,200)	
		17,696		15,961
		<u>53,098</u>		<u>49,781</u>
Expenses				
Wages	2,868		3,193	
Rent	6,681		6,374	
Rates and water	440		469	
Repairs and renewals	139		130	
Printing, postage and stationery	981		446	
Advertising	404		103	
Telephone	1,345		1,277	
Motor expenses	5,247		4,374	
Legal fees	114		1,085	
Accountancy	417		417	
Bank charges	303		127	
Sundry expenses	736		729	
Depreciation on FF & Equipment	646		759	
Interest on loans	408		684	
		<u>(20,729)</u>		<u>(20,167)</u>
Net profit		<u>32,369</u>		<u>29,614</u>

Mr J Smith T/A John Smith & Co

**Balance sheet
as at 29 February 2016**

	Notes	2016		2015	
		£	£	£	£
Fixed assets					
Tangible assets	1		3,658		4,304
Current assets					
Stocks and work-in-progress	2	1,225		1,200	
Debtors	3	5,000		1,590	
Cash at bank and in hand		10,817		16,269	
		<u>17,042</u>		<u>19,059</u>	
Current liabilities (note 4)					
Trade creditors		-		1,735	
Bank loans and overdrafts		1,112		-	
Other creditors		1,091		1,523	
		<u>2,203</u>		<u>3,258</u>	
Net current assets			<u>14,839</u>		<u>15,801</u>
Total assets less current liabilities			18,497		20,105
Long-term liabilities	5		-		(4,672)
Net assets			<u>18,497</u>		<u>15,433</u>
Capital account					
Brought forward at 1 March 2015			15,433		10,854
Profit for the year			32,369		29,614
			<u>47,802</u>		<u>40,468</u>
Drawings			(29,305)		(25,035)
			<u>18,497</u>		<u>15,433</u>

Mr J Smith T/A John Smith & Co

I approve these accounts and confirm that I have made available all relevant records and information for their preparation.

Mr J Smith

Date:

Mr J Smith T/A John Smith & Co
Notes to the accounts
for the year ended 29 February 2016

1. Tangible assets	Fixtures and fittings	Total
	£	£
Cost		
At 1 March 2015	9,129	9,129
At 29 February 2016	9,129	9,129
Depreciation		
At 1 March 2015	4,825	4,825
Charge for the year	646	646
At 29 February 2016	5,471	5,471
Net book values		
At 29 February 2016	3,658	3,658
At 28 February 2015	4,304	4,304
2. Stocks	2016	2015
	£	£
Finished goods and goods for resale	1,225	1,200
3. Debtors	2016	2015
	£	£
Trade debtors	5,000	1,590
4. Current liabilities	2016	2015
	£	£
Bank loans and overdrafts	1,112	-
Trade creditors	-	1,735
Taxes and social security costs	1,091	1,523
	2,203	3,258

Mr J Smith T/A John Smith & Co
Notes to the accounts
for the year ended 29 February 2016

5. Long-term liabilities	2016	2015
	£	£
Loans	-	4,672
	<u> </u>	<u> </u>

Mr J Smith T/A John Smith & Co
Formatted Trial Balance
for the year ended 29 February 2016

Code	Description	Feb 16 Current £	Feb 15 Comp. £	Variance £
Profit & Loss Account				
Sales				
001	Sales	70,794	65,742	5,052
		<u>70,794</u>	<u>65,742</u>	<u>5,052</u>
Cost of sales				
100	Opening stock	1,200	1,250	(50)
112	Direct costs	17,721	15,911	1,810
121	Closing stock	(1,225)	(1,200)	(25)
		<u>17,696</u>	<u>15,961</u>	<u>1,735</u>
	Gross profit	53,098 75.00%	49,781 75.72%	3,317 0.72%
Administration Expenses				
301	Wages	2,868	3,193	(325)
322	Rent	6,681	6,374	307
323	Rates and water	440	469	(29)
334	Repairs and renewals	139	130	9
341	Printing, postage and stationery	981	446	535
342	Advertising	404	103	301
345	Telephone	1,345	1,277	68
351	Motor expenses	5,247	4,374	873
365	Legal fees	114	1,085	(971)
368	Accountancy	417	417	-
371	Bank charges	303	127	176
381	Sundry expenses	736	729	7
396	Depreciation on FF & Equipment	646	759	(113)
		<u>20,321</u>	<u>19,483</u>	<u>838</u>
Interest Receivable/Paid and Similar Income				
473	Bank loan interest	408	684	(276)
		<u>408</u>	<u>684</u>	<u>(276)</u>
	Total Overheads	<u>20,729</u>	<u>20,167</u>	<u>562</u>
	Profit	<u>32,369</u>	<u>29,614</u>	<u>2,755</u>

Mr J Smith T/A John Smith & Co
Formatted Trial Balance
for the year ended 29 February 2016

Balance Sheet

Fixed Assets

661	FF & Equipment cost b/fwd	9,129	8,766	363
662	FF & Equipment additions at cost	-	363	(363)
665	FF & Equipment acc depn b/fwd	(4,825)	(4,066)	(759)
666	FF & Equipment depn charge	(646)	(759)	113
		3,658	4,304	(646)

Current Assets

701	Stocks	1,225	1,200	25
712	Trade debtors	5,000	1,590	3,410
771	Bank current account 1	10,817	16,269	(5,452)
		17,042	19,059	(2,017)

Current Liabilities

807	Bank loan < 1 year	1,112	-	1,112
813	Trade creditors	-	1,735	(1,735)
845	VAT	1,091	1,523	(432)
		2,203	3,258	(1,055)

Net Current assets

		14,839	15,801	(962)
904	Long term bank loan balance b/fwd	-	4,672	(4,672)
		-	4,672	(4,672)

Net assets

		18,497	15,433	3,064
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Capital

991	Capital account b/f	15,433	10,854	4,579
	Profit & Loss Account	32,369	29,614	2,755
942	Drawings	29,305	25,035	4,270
		18,497	15,433	3,064

Mr J Smith T/A John Smith & Co
124 High Street
England City
PO23 XRT

20 October 2016

Friendly Accountants
Consultancy House
220 Wards Road
Ilford
Essex
United Kingdom
IG2 7DY

Ref.: FA/JS001/Anshul

Dear Sir

Accounts of Mr J Smith T/A John Smith & Co for the year ended 29 February 2016

I am writing to you in connection with your preparation of the above accounts and confirm to the best of my knowledge and belief, the following information and representations given to you in connection with the accounts are true and fair.

Accounting Records

All receipts, payments, income and expenditure have been recorded in the books and records of the business, which provide complete accounts of all transactions undertaken by the business in course of its activities for the year under review.

I confirm the following:

BALANCE SHEET

Assets:

During the year under review, the business did not acquire any fixed assets.

The business owned and held the following fixed assets as on 29 February 2016 with the net book values of:

Fixtures and fittings	£ 3,658
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The value of stock as at 29 February 2016 was £1,225 valued at lower of cost and net realisable value after making due allowance for obsolete and slow moving items.

Trade debtors as at 29 February 2016 were £5,000.

The business had the following bank account:

Name of the Bank	Balance as at 29 February 2016
Barclays Current A/c	£10,817

Liabilities:

All the liabilities to date have been provided for and are fully reflected in the accounts.
These includes:

Bank loan < 1 year	<u>£</u> 1,112
VAT	1,091

TRADING AND PROFIT & LOSS ACCOUNT

All income from the business activities has been fully included in the accounts.

All expenditure included in the Trading and Profit & Loss account was properly incurred in connection with the business activities and had been duly authorised by the Proprietor.

In particular, I confirm the following amounts were incurred in respect of:

Direct costs	<u>£</u> 17,721
Wages	2,868
Rent	6,681
Rates and water	440
Repairs and renewals	139
Printing, postage & stationery	981
Advertising	404
Telephone	1,345
Motor expenses	5,247
Legal fees	114
Accountancy	417
Bank charges	303
Sundry expenses	736
Bank loan interest	408

The Sales for the year were as follows:

Sales	<u>£</u> 70,794
-------	--------------------

The gross profit margin for the year is 75.00% as compared to 75.72% in the previous year.

Capital Account

I agree with the total drawings as per attached schedule.

Missing Information

I confirm that I am unable to provide you with the following documents and information:

- Bank statement of Barclays Loan A/C for the period from 12.09.15 to 29.02.16

In the absence of above documents and information, I accept any estimates that you have made in preparing the accounts as reasonable and acknowledge that you had made me aware of such.

Finally

I understand that it is my responsibility to maintain proper books and records and it is an offence not to do so.

I confirm that there is no other information that I am aware of that should be brought to your attention in preparing these accounts.

I confirm that the books, records and information provided to you correctly, completely and accurately reflect the business transactions and details to best of my abilities.

Post Balance Sheet Date Events

I confirm that no events have occurred between the Balance Sheet date and the date on this letter, which would materially affect the amounts, or the manner in which significant items are reflected in the accounts.

Yours faithfully,

Mr J Smith
Proprietor – Mr J Smith T/A John Smith & Co

Liabilities:

All the liabilities to date have been provided for and are fully reflected in the accounts.
These includes:

Bank loan < 1 year	£ 1,112
VAT	1,091

TRADING AND PROFIT & LOSS ACCOUNT

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	£
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-------	-------------

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A/3 (Notes)

Trading as: Mr J Smith T/A John Smith & Co	Y/E: 29.02.2016
Reference: FA/JS001	Date: 20.10.2016

Sr no	Particulars	Solution
01.	<p><u>General:</u></p> <ul style="list-style-type: none">➤ We have prepared draft accounts based on the VAT working, invoices and bank statements provided by the client.➤ <u>Over and above the sales reported in VAT return, we have booked Zero rated additional sales of £61k as per telephonic conversation with the client.</u>➤ Direct costs includes estimated direct costs of £6,350, as instructed.➤ Gross profit margin for the year is at 75% in line with 75.72% in previous year.➤ Closing stock is reported at £1,225 for the year.	
02.	<p><u>Trade Debtors:</u></p> <ul style="list-style-type: none">➤ Please confirm trade debtors at £5,000 as on year end date. <p><u>Trade Creditors:</u></p> <ul style="list-style-type: none">➤ Trade Creditors are subject to confirmation at £1,892 as on year end date. We have estimated part payment to suppliers £15k from private source. Please take a note for the same and advice for amendments, if necessary. <p><u>VAT:</u></p> <ul style="list-style-type: none">➤ Closing balance of VAT control account indicates VAT payable for the Q/e Feb-16 at £1,273 per VAT return.➤ Output VAT on additional sales for the year 2009 and 2010 still appears unpaid and unadjusted. Hence, previous year balance c/fwd to next year as well. Please discuss with the client and do the needful to regulate the VAT control account.	

Bank loan:

- Barclays loan account is reconciled with the last available statement dated 12.09.15. We have estimated repayment and interest there on for the missing period statement. Closing balance is subject to confirmation as on year end date.

Bank balance:

- Closing balance of Barclays current account is reconciled with the statement as on year end date.

Capital:

- We have prepared Capital account in detail and annexed with the draft financial statement for client's review. Please check on the same and confirm transactions posted in capital account.
- We have provided cash drawings at £9k, which needs to be confirmed with the client.
- 10% of private use is provided on Motor and Telephone expenses.

A/4 (Queries)

Trading as: Mr J Smith T/A John Smith & Co	Y/E: 29.02.2016
Reference: FA/JS001	Date: 20.10.2016

Sr no	Particulars	Solution								
01.	<p><u>Queries:</u></p> <table><tr><td>Sales as per Form 100 / client VAT workings</td><td>£9,679</td></tr><tr><td>Zero rated sales</td><td>£61,115</td></tr><tr><td colspan="2"><hr/></td></tr><tr><td>Sales as per accounts</td><td>£70,794</td></tr></table> <p>➤ Direct costs include estimated direct costs of £6,350 as instructed.</p> <p>➤ Output VAT on additional sales for the year 2009 and 2010 still appears unpaid and unadjusted. Hence, previous year balance c/fwd to next year as well. Please discuss with the client and do the needful to regulate the VAT control account.</p>	Sales as per Form 100 / client VAT workings	£9,679	Zero rated sales	£61,115	<hr/>		Sales as per accounts	£70,794	
Sales as per Form 100 / client VAT workings	£9,679									
Zero rated sales	£61,115									
<hr/>										
Sales as per accounts	£70,794									
02.	<p><u>Missing information:</u></p> <p>➤ Bank statement of Barclays Loan A/C for the period from 12.09.15 to 29.02.16.</p>									

CLIENT : MR J SMITH T/A JOHN SMITH & CO
 REF : FA/JS001
 Y/E:- 29-Feb-16

Capital Account

	<u>Dr</u>	<u>Cr</u>	<u>Ref.</u>
Balance b/fwd		15,433.82	
<u>Barclay Current Account</u>			
16-Oct-15 24/7 Zafash Pharma	17.96		
10-Dec-15 A & S Homecare	9.99		
07-Aug-15 Argos Ltd	10.48		
Bisl Bacs Account (£78.98 X 09)	710.82		
Bisl Bacs Account (£81.98 X 03)	<u>245.94</u>		
	956.76		
14-May-15 BT Group Plc	52.73		
13-Dec-15 BT Group Plc	19.13		
11-Jan-16 BT Group Plc	<u>28.80</u>		
	100.66		
07-Aug-15 Burger King	6.78		
12-Oct-15 Lloyd School - Chq No.100361	9.50		
Cole Let - Cu Acc Payt (£20 X 12)	240.00		
10-Jul-15 HMRC - PAYE & NI	65.00		
22-Jan-16 HMRC - Self Employed	<u>68.90</u>		
	133.90		
04-Sep-15 Jinny'S Passion	20.00		
12-Sep-15 Jinny'S Passion	25.00		
02-Oct-15 Jinny'S Passion	20.00		
05-Nov-15 Jinny'S Passion	20.00		
20-Nov-15 Jinny'S Passion	25.00		
03-Dec-15 Jinny'S Passion	25.00		
17-Dec-15 Jinny'S Passion	25.00		
04-Jan-16 Jinny'S Passion	39.00		
04-Feb-16 Jinny'S Passion	27.69		
21-Feb-16 Jinny'S Passion	<u>25.00</u>		
	251.69		
24-Dec-15 Matalan Retail Ltd	15.00		
Michael Thompson - 68 Steep Hill (£900 X 12)	10,800.00		
Mr Bowls - Rent (£30 X 12)	360.00		
10-Apr-15 Npower	451.89		
22-Aug-15 Npower	<u>756.89</u>		
	1,208.78		
13-Feb-16 P & J Pets	29.98		
04-Apr-15 Shakila Albert	436.00		
30-Jan-16 Shoe Zone	7.99		
13-Feb-16 Shoe Zone	<u>14.99</u>		
	22.98		
13-Feb-16 Superdrug Stores	12.84		
18-Feb-16 Superdrug Stores	<u>19.99</u>		
	32.83		
03-Jul-15 The Clarks Shop	39.99		
25-Jan-16 TK Maxx	18.00		
13-Mar-15 Toys R Us	9.99		

CLIENT: MR J SMITH T/A JOHN SMITH & CO
 REF: FA/JS001
 Y/E:- 29-Feb-16

Capital Account

		<u>Dr</u>	<u>Cr</u>	<u>Ref.</u>
15-May-15	Toys R Us	37.28		
29-May-15	Toys R Us	8.37		
12-Jun-15	Toys R Us	29.97		
10-Jul-15	Toys R Us	43.97		
07-Aug-15	Toys R Us	150.95		
21-Aug-15	Toys R Us	58.98		
04-Sep-15	Toys R Us	48.98		
07-Nov-15	Toys R Us	14.99		
12-Dec-15	Toys R Us	<u>52.47</u>		
			455.95	
12-Jun-15	YBR Cakes	5.00		
02-Jan-16	YBR Cakes	<u>45.00</u>		
			50.00	
<u>Private expenses reallocated from sundry expenses</u>				
- Asda Price		579.62		
- Marks & Spencer		12.11		
- Mcdonald		61.07		
- Pizza Hut		73.96		
- Sainsbury		1,554.84		
- Spicy Food		55.07		
- Sports Direct		43.37		
- Tesco		1,901.88		
- Tesco Express		<u>344.00</u>		
			4,625.92	
Opening difference of Barclays Loan Account w/off			617.54	F/4
<u>Private use provided @10%</u>				
- Telephone		149.00		
- Motor Expenses		<u>583.00</u>		
			732.00	JNL-18
Cash drawings provided			9,357.61	JNL-15
Profit for the year			32,369.00	
Balance c/fwd			18,497.60	
		<u>48,420.36</u>	<u>48,420.36</u>	

A/5

Executive Summary- Applicable to each and every working paper file: (Please keep a print out of this in the w/p file)

1) Balance sheet and Trading and Profit and Loss print outs cross-referenced to working paper lead schedules.	H/1
2) A completed Companies Act checklist for all corporate organisation.	NA
3) All lead schedules must be cross-referenced to detailed schedules.	NA
4) Print out of final TB from book-keeping package (sage,MYOB,etc) ensuring all entries mirror the statutory accounts.	Yes
5) Increase/decrease in sales and explanation for the change.	NA
6) Where appropriate, the sales mix and change as compared with previous year.	NA
7) Increase/decrease in GP margin and explanation for the change.	NA
8) Analytical review schedule cross-referenced to working paper highlighting expenses reviewed for tax purpose. Please keep detailed partners account schedule.	Yes
9) Schedule for reportable P11D items.	NA
10) Explanation for unusual increase/decrease in debtors/prepayments and creditors/accruals. Each Debtor/creditor cross-referenced to detailed schedule. Highlight any over-drawn partners account. Ensure CT 600a completed where applicable.	NA
11) Refer to item that you have encountered during accounts production that you feel further attention.	NO
12) Notes and queries to be cleared/discussed with client/manager/partner.	As per A/4 queries
13) List of books and records.	As per login sheet

Client: Mr J Smith T/A John Smith & Co
Ref: 3348

Prepared By: HS/KRN
Date: 31.05.2016

Year Ended: 29 February 2016

Reviewed By: ASM
Date: 20.10.2016

List of Outstanding Points – III Analytical Review

<u>Sr No</u>	<u>Points</u>	<u>Y/E</u> 29.02.2016	<u>Y/E</u> 28.02.2015
1.	<u>Gross Profit Margin:</u> We have estimated purchase and stock in hand to derive gross profit margin in line with previous year.	75.00%	75.72%
2.	<u>Net Profit:</u> Net profit is subject to confirmation.	£ 32,369	£ 29,614
3.	<u>Wages:</u> Bank payments to Kiran Joseph is charged to wages year.	2,868	3,193
4.	<u>Rent:</u> Biz Space Rent is charged per invoices.	6,681	6,374
5.	<u>Motor expenses:</u> 10% is deducted as private element.	5,247	4,374

POINTS TO IMPROVE BOOK KEEPING & ACCOUNTS RECORDS

- 1. Physical Stock count should be taken at the end of each financial year and if possible, at the end of each VAT quarter (if applicable). If necessary, have an independent stock-takers do it for you especially at the end of financial year.**
- 2. Records of all sales records should be maintained for each day of trading.**
- 3. Cash balance should be counted at the end of financial year or better still if counted on a regular basis.**
- 4. Cash drawings should be recorded whenever drawn by the Proprietor/Partners/Directors.**
- 5. Any private funds put into the business should also be recorded with dates and details of the source of such funds.**
- 6. Prepare a list of amounts not paid to various suppliers in respect of goods & services at the end of each VAT quarterly/monthly year.**
- 7. File statements in respect of old and new bank loans and hire purchase documents in one file.**
- 8. Never lose or misplace any bank statements. It is expensive to order a replacement copy.**
- 9. Remember to write payment details of all cheques on the stubs/counterfoils. Please do not leave them blank.**
- 10. Keep records of any rental income and expenses for various properties and send the information to us for each VAT quarter (if applicable) or at the end of the year.**
- 11. Also keep in the file a copy of completion statement in respect of acquisition of any new business, property, etc. Make sure that breakdown of such acquisition is available to your accountants.**

Client Name: Mr. J S Smith
 Report: Tax calculation (SA302)
 Assessment Year: Year to 5 April 2016

Client Ref: SMI102
 UTR: 1111111111

	£	£	£	£
Tax Calculation for Year to 5 April 2016				
Income received (before tax taken off)				
Profit from self-employment		32,705		
Total income received			32,705	
Less Personal Allowance			(10,600)	
Total income on which tax is due			22,105	
Allocation of income to rate bands				
	Non-savings income etc.	22,105.00	@ 20% =	4,421.00
Total income on which tax has been charged		22,105.00		
Income Tax charged				4,421.00
National Insurance contributions				
Class 2 National Insurance contributions				145.60
Class 4 National Insurance contributions		24,645.00	@ 9% =	2,218.05
Income Tax, Class 2 and Class 4 National Insurance contributions				6,784.65
Less payments on account for tax year to 5 April 2016				
31 January 2016 First payment on account			778.60	
31 July 2016 Second payment on account			778.60	
Total payments on account				(1,557.20)
Tax that you owe				5,227.45
Summary				
31 January 2017				
Balancing payment for tax year to 5 April 2016		5,227.45		
First payment on account for tax year to 5 April 2017		3,319.52		
Total amount due			8,546.97	
31 July 2017				
Second payment on account for tax year to 5 April 2017			3,319.53	

Client Name: Mr. J S Smith
Report: Tax calculation (SA302)
Assessment Year: Year to 5 April 2016

Client Ref: SMI102
UTR: 1111111111

£ £ £ £

Appendix

National Insurance contributions

Profits from self-employment

Mr John Smith T/A John Smith & Co

32,705.00

Total profits

32,705.00

Class 2 National Insurance contributions

145.60

Class 4 National Insurance contributions

Annual maximum Class 4 NIC

Total profits less adjustments

32,705.00

Lower limit

(8,060.00)

Profits chargeable

24,645.00

Class 4 NIC at 9% on profits chargeable

2,218.05

Business name: Mr John Smith T/A John Smith & Co
Report: Adjusted Profit Computation Summary
Accounting period: 01/03/2015 - 29/02/2016

Client Ref: SMITHST
Tax Ref: 1111111111

Adjusted Profit Computation Summary

	£	£
Profit per accounts		32,369
Add		
Disallowable expenses	646	646
		<u>33,015</u>
Deduct		
Capital allowances	310	310
Adjusted profit		<u><u>32,705</u></u>

Client : Mr John Smith T/A John Smith & Co

Tax Year 2015-16

Tax Planning Tips

- If you trade through limited company, you will save 9% tax of Class IV NIC £2,218.05 and £145.60 of Class 2 NIC. Total tax saving will be £2,363.65.

Friendly Accountants