

OUR FIGURES

Financial Statements 2008/09

BDO LLP**Group financial statements for the 52 weeks ended 3 July 2009**

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Registered office

55 Baker Street, London, W1U 7EU.

Registered number

OC305127

Auditors

PricewaterhouseCoopers LLP, Chartered Accountants and Statutory Auditors
1 Embankment Place, London, WC2N 6RH.

BDO LLP

Report to the members for the 52 weeks ended 3 July 2009

The Leadership Team presents its report, together with the audited consolidated financial statements of BDO LLP, for the 52 weeks ended 3 July 2009.

Principal activities, significant changes and future developments

The principal activity of BDO LLP (the 'LLP') is the provision of professional services to clients.

The consolidated financial statements comprise the financial statements of the LLP together with its subsidiary undertakings (the 'Group'). The principal subsidiary undertakings of the LLP are set out in note 10 to the financial statements. The LLP is the UK representative firm of the BDO International network.

The LLP has granted a licence to a separate firm in Northern Ireland which operates under the name 'BDO ' but is not part of the Group and accordingly the results of the Northern Ireland firm are not included within the LLP's consolidated financial statements. If the Northern Ireland firm's turnover is added to the Group's turnover for the financial period including joint ventures, the resulting national turnover is £335.1m (2008 – £353.1m).

During the period the Group set up a branch in the Isle of Man and established a new subsidiary LLP in the Middle East. In addition, the Group purchased a 10 per cent equity shareholding in BDO Haribhakti Limited in India which is accounted for as a joint venture in the consolidated financial statements.

The treatment of members' remuneration has been amended in the financial statements. This requires a restatement of prior years' opening members' interests, results and balance sheets. These changes are explained in Note 1.

In October 2009 the firm changed its name from BDO Stoy Hayward LLP to BDO LLP. There have been no other events since the balance sheet date which materially affect the position of the Group.

Results

The Group's consolidated profit and loss account for the 52 weeks ended 3 July 2009 is set out on page 6. The comparative period is for the 53 weeks ended 4 July 2008.

Designated members

The following individuals were designated members during the financial period:

- David Anderson
- Paul Eagland
- Sophie Hill
- Gervase Macgregor
- Dermot Mathias
- Simon Michaels
- Tony Perkins
- Mark Sherfield
- Carl Williams

Members' profit shares

Members are remunerated solely out of the profits of the partnership and are personally responsible for funding their pensions.

The Partnership Council sets members' profit shares and reviews the allocation every two years.

Members' profit shares comprise:

- interest on members' balances;
- a fixed first tranche; and
- a second tranche based upon the number of points held by a member, the value of which is dependent upon the level of profit achieved.

The final allocation of profits is made after taking into account a variable third tranche (that may be awarded for exceptional performance or severance payments) and after the annual financial statements have been approved by the members. There is transparency amongst the members of the total income allocated to each individual.

Drawings

The policy for members' drawings is to distribute the majority of profit during the financial year, taking into account the need to maintain sufficient funds to settle members' income tax liabilities and to finance the working capital and other needs of the business. The Leadership Team sets the level of members' monthly drawings and reviews this at least annually.

Independent auditors

PricewaterhouseCoopers LLP were reappointed as auditors to the LLP on 14 November 2008. A resolution to reappoint PricewaterhouseCoopers LLP will be proposed at the next members' meeting.

BDO LLP**Report to the members for the 52 weeks ended 3 July 2009 (continued)**

Statement of members' responsibilities in respect of the financial statements

The Companies Act 1985, as applied to Limited Liability Partnerships, requires the members to prepare financial statements for each financial period that give a true and fair view of the state of affairs of both BDO LLP and the Group and of the profit or loss of the Group for that period.

In preparing these financial statements the members are required to:

- select suitable policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume the LLP or Group will continue in business.

The members are also responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the LLP and the Group and to enable them to ensure that the financial statements comply with the Companies Act 1985, as applied to Limited Liability Partnerships. They are also responsible for safeguarding the assets of the LLP and the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The members are responsible for the maintenance and integrity of the LLP's website. Information published on the internet is accessible in many countries with different legal requirements. Legislation in the United Kingdom governing the preparation and dissemination of the financial statements may differ from legislation in other jurisdictions.

These responsibilities are fulfilled by the Leadership Team on behalf of the members. The Leadership Team confirms it has complied with the above requirements in preparing the financial statements.

On behalf of the Leadership Team



Dermot Mathias
Senior Partner



Simon Michaels
Managing Partner

22 October 2009

BDO LLP**Independent auditors' report to the members of BDO LLP**

We have audited the financial statements of BDO LLP for the 52 weeks ended 3 July 2009, which comprise the consolidated profit and loss account, the consolidated statement of total recognised gains and losses, the consolidated balance sheet, the limited liability partnership balance sheet, the consolidated cash flow statement and the related notes. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of members and auditors

The members' responsibilities for preparing the Group financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Members' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland). This report, including the opinion, has been prepared for and only for the members of the partnership in accordance with the Companies Act 1985 as applied to limited liability partnerships by the Limited Liability Partnerships Act 2000 and regulations made thereunder, and for no other purpose. 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 report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985, as applied to limited liability partnerships. We also report to you if, in our opinion, the limited liability partnership has not kept proper accounting records, or if we have not received all the information and explanations we require for our audit.

We read the other information contained in the group financial statements and consider whether it is consistent with the audited financial statements. The other information comprises only the report to the members. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the members in the preparation of the financial statements, and of whether the accounting policies are appropriate to the limited liability partnership's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the affairs of the limited liability partnership and the Group as at 3 July 2009 and of the profit and cash flows of the Group for the 52 weeks then ended;
- the financial statements have been properly prepared in accordance with the provisions of the Limited Liability Partnerships Regulation 2001 made under the Limited Liability Partnerships Act 2000;
- the information given in the Report to the members is consistent with the financial statements.



PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors, London

Dated: 22 October 2009

BDO LLP**Consolidated profit and loss account for the 52 weeks ended 3 July 2009**

	Note	2009 £'m	Restated 2008 £'m
Turnover including share of joint venture	2	325.2	342.7
Less share of joint venture turnover		(0.4)	-
Group turnover		324.8	342.7
Other external charges: expenses and disbursements on client assignments		(6.6)	(8.7)
Net turnover		318.2	334.0
Other operating income		0.8	-
Operating costs			
Staff costs	3	(161.9)	(165.5)
Depreciation and amortisation		(11.4)	(8.7)
Other operating costs		(83.9)	(91.4)
Group operating profit		61.8	68.4
Share of operating profit of joint venture		0.1	-
Total operating profit including joint ventures	2, 4	61.9	68.4
Interest payable	5	(6.7)	(6.5)
Interest receivable	5	3.3	3.6
Profit on ordinary activities before taxation		58.5	65.5
Tax on profit on ordinary activities in corporate subsidiaries	6	0.3	(0.1)
Profit for the financial period after taxation		58.8	65.4
Minority interests		(0.1)	(0.4)
Profit for the financial period available for discretionary division among members	15	58.7	65.0

The results for this period and the prior period relate to continuing activities.

Consolidated statement of total recognised gains and losses for the 52 weeks ended 3 July 2009

	Note	2009 £'m	Restated 2008 £'m
Profit for the financial period available for discretionary division among members		58.7	65.0
Pension scheme net actuarial loss	22	(8.2)	(0.6)
Total recognised gains and losses relating to the financial period		50.5	64.4

BDO LLP**Consolidated balance sheet as at 3 July 2009**

	Note	2009 £'m	2009 £'m	Restated 2008 £'m	Restated 2008 £'m
Fixed assets					
Intangible assets	8		29.3		34.5
Tangible assets	9		38.0		40.0
Investments	10		0.1		0.1
Interests in joint venture					
- gross assets		0.6		-	
- gross liabilities		(0.3)		-	
- goodwill		1.0		-	
Interests in joint venture	10		1.3		-
			68.7		74.6
Current assets					
Debtors	11	116.7		126.0	
Cash at bank and in hand		11.7		12.3	
		128.4		138.3	
Creditors: amounts falling due within one year	12	(78.6)		(75.1)	
Net current assets			49.8		63.2
Total assets less current liabilities			118.5		137.8
Creditors: amounts falling due after more than one year	13		(28.4)		(41.2)
Provision for liabilities	14		(16.8)		(19.3)
Members' capital	15		(16.8)		(13.4)
Minority interests			(0.2)		(0.5)
Net assets excluding pension (liability)/asset			56.3		63.4
Pension (liability)/asset	22		(5.8)		1.0
Net assets			50.5		64.4
Members' other interests – other reserves	15		50.5		64.4
Total members' interests					
Members' capital classified as a liability	15		16.8		13.4
Members' other interests – other reserves	15		50.5		64.4
	15		67.3		77.8

The financial statements on pages 6 to 25 were approved and authorised for issue on 22 October 2009 and signed on behalf of the members of BDO LLP by:



Simon Michaels
Managing Partner



Mark Sherfield
Finance Partner

BDO LLP

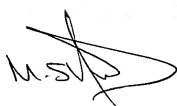
LLP balance sheet as at 3 July 2009

	Note	2009 £'m	2009 £'m	Restated 2008 £'m	Restated 2008 £'m
Fixed assets					
Tangible assets	9		37.9		39.9
Investments	10		12.1		10.7
			50.0		50.6
Current assets					
Debtors	11	141.3		154.5	
Cash at bank and in hand		2.0		2.5	
		143.3		157.0	
Creditors: amounts falling due within one year	12	(73.8)		(71.0)	
Net current assets			69.5		86.0
Total assets less current liabilities			119.5		136.6
Creditors: amounts falling due after more than one year	13		(28.4)		(41.2)
Provision for liabilities	14		(16.7)		(19.2)
Members' capital	15		(16.2)		(12.6)
Net assets excluding pension (liability)/asset			58.2		63.6
Pension (liability)/asset	22		(5.8)		1.0
Net assets			52.4		64.6
Members' other interests – other reserves	15		52.4		64.6
Total members' interests					
Members' capital classified as a liability	15		16.2		12.6
Members' other interests – other reserves	15		52.4		64.6
	15		68.6		77.2

The financial statements on pages 6 to 25 were approved and authorised for issue on 22 October 2009 and signed on behalf of the members of BDO LLP by:



Simon Michaels
Managing Partner



Mark Sherfield
Finance Partner

BDO LLP**Consolidated cash flow statement for the 52 weeks ended 3 July 2009**

	Note	2009 £'m	2008 £'m
Net cash inflow from operating activities	19	83.3	70.2
Returns on investments and servicing of finance	20	(4.0)	(3.8)
Capital expenditure and financial investment	20	(4.5)	(29.1)
Acquisitions and disposals	20	(1.4)	(30.7)
Transactions with members and former members	20	(59.9)	(68.5)
Cash inflow/(outflow) before financing		13.5	(61.9)
Financing	20	(18.0)	47.6
Decrease in net cash in the period	21	(4.5)	(14.3)

BDO LLP

Notes to the financial statements for the 52 weeks ended 3 July 2009

1 Accounting policies

The principal accounting policies used in the preparation of the financial statements for the 52 weeks ended 3 July 2009 are as follows:

Accounting convention

The financial statements have been prepared under the historical cost convention in accordance with the Companies Act 1985 as applied to Limited Liability Partnerships', applicable accounting standards in the United Kingdom and the Statement of Recommended Practice 'Accounting by Limited Liability Partnerships'.

The Group has adopted the Amendment to FRS 8 'Related parties' in the current year. This has had no material impact on either the profit or net assets of the Group and has involved some minor changes to the disclosures made (see note 17).

Prior period adjustment

The treatment of members' remuneration has been amended to reflect the element of variability in the allocation of profit to members and after taking due consideration of industry practice. Members' remuneration is now treated as being fully allocated after taking account of any adjustments to profit share arising from performance or severance and after the approval of the annual financial statements by the members. Accordingly, profit attributable to members has not been charged as an expense in the profit and loss account and members' interests have been reclassified in the balance sheet. Comparative information has been restated accordingly.

Basis of consolidation

The financial statements consolidate the results and financial position of the LLP and all its subsidiary undertakings (the 'Group'), other than where the members consider that 'severe long-term restrictions' exist over the Group's control of a subsidiary such that consolidation is not permitted under FRS 2, 'Accounting for Subsidiary Undertakings'. In addition, the Group includes the appropriate share of the results and net assets of its joint ventures but does not consolidate entities as prescribed by FRS 2 'Accounting for Subsidiary Undertakings', where it has control and a management role, but only a notional entitlement to economic benefit from these entities. Where this is the case such subsidiaries are accounted for at the cost of investment.

As permitted by Section 230 of the Companies Act 1985 no separate profit and loss account is presented for the LLP.

Turnover

Turnover represents the fair value of professional services provided during the period to clients. Turnover is recognised as contract activity progresses and the right to consideration is earned. Fair value reflects the amount expected to be recoverable from clients and is based on time spent, skills and expertise provided and expenses incurred, but excludes VAT.

Turnover in respect of contingent fee assignments (over and above any agreed minimum fee which is recognised as above) is recognised in the period when the contingent event occurs and the fee is assured.

Turnover which has been recognised but not invoiced by the balance sheet date is included in debtors in 'accrued income'. Amounts invoiced in advance are included in 'accruals and deferred income'.

Goodwill

Goodwill arises on acquisitions and represents the excess of the fair value of the consideration given and associated costs over the fair value of the identifiable assets and liabilities acquired. Goodwill is capitalised and written off on a straight line basis over its expected useful economic life and provision is made for any impairment in value. The expected useful economic life of goodwill is assessed for each acquisition individually and is currently written off over periods of up to ten years.

Tangible fixed assets

Tangible fixed assets are stated at historic cost less accumulated depreciation.

The cost of tangible fixed assets is written off by equal annual instalments over their expected useful lives. Cost includes expenditure that is directly attributable to the acquisition of the asset and any expected cost of reinstatement. The depreciation rates applied to tangible fixed assets are as follows:

Leasehold improvements	Five to fifteen years
Fixtures and fittings	Five to ten years
Computer equipment	Three years
Motor vehicles	18.75% per annum of cost for the first four years and 6.25% per annum of cost for the next four years

Leases

Any lease which entails taking substantially all the risks and rewards of ownership of an asset is treated as a finance lease, as detailed in SSAP 21 'Accounting for Leases and Hire Purchase Contracts'. The asset is recorded as a tangible fixed asset at its fair value and depreciated over its estimated useful life, or the term of the lease, whichever is shorter. Future instalments under such leases, net of finance charges, are included within creditors. Rental payments are apportioned between the interest element, which is charged to the profit and loss account, and the capital element, which reduces the outstanding obligation for future instalments.

Operating lease rentals are charged to the profit and loss account on a straight-line basis over the period of the lease. Operating lease incentives are spread over the shorter of the lease term and the period ending on the date from which it is expected that a prevailing market rent will be payable.

Investments

Fixed asset investments are included at cost less any provision required for permanent diminution in value.

BDO LLP**Notes to the financial statements for the 52 weeks ended 3 July 2009 (continued)****1 Accounting policies (continued)****Taxation**

The taxation payable on the LLP's profits is a personal liability of the members during the year. Retention from profits earned up to the balance sheet date is made to fund payment of taxation on members' behalf.

Some of the companies included within these consolidated financial statements are subject to corporation tax based on their profits for the financial year.

Deferred tax is provided in full in respect of taxation of the subsidiary companies that is deferred by temporary timing differences between the treatment of certain items for taxation and accounting purposes. Deferred tax balances are not discounted. Deferred tax assets are recognised where recoverability is reasonably certain.

The retention for taxation, which is included within members' interests, in the LLP also takes into account taxation recoverable or payable by the members, but deferred because of timing differences between the treatment of certain items for taxation and that for accounting purposes. Such provision is made to the extent that it is considered material in the context of the need to maintain an equitable treatment between members from year to year.

Foreign currencies

Transactions in foreign currencies are recorded at the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date and the gains and losses on translation are included in the profit and loss account.

For consolidation purposes the assets and liabilities of overseas subsidiaries and joint ventures are translated at closing exchange rates. Profit and loss accounts of such undertakings are consolidated at average rates of exchange during the year. Exchange differences arising on these translations are taken to reserves.

Professional insurance

Provision is made on a case-by-case basis in respect of the cost of defending claims and, where appropriate, the estimated cost of settling claims where such costs are not covered by insurance. Outstanding claims are reviewed each year and adjustments to provisions are made as appropriate in the current year.

In common with comparable businesses, the Group is involved in a number of disputes in the ordinary course of business, which may give rise to claims. The Group carries professional indemnity insurance and no separate disclosure is made of the cost of claims covered by insurance as to do so could seriously prejudice the position of the Group.

Contingent liabilities

Contingent liabilities are possible obligations whose existence depends on the outcome of uncertain future events or present obligations where the outflow of resources is uncertain or cannot be measured reliably. Contingent liabilities are not recognised in the financial statements, but are disclosed unless they are remote.

Property provisions

Provision is made for estimated dilapidations including reinstatement costs (where there is an obligation to restore premises to their original condition upon vacating them under the terms of the lease). The costs related to the repair and maintenance of equipment and properties that are used by the Group and for which the Group has responsibility to maintain or may be liable for dilapidation, are written off as they arise.

Provision has been made for all future net rental costs relating to properties which are not used by the Group and annual costs are charged against this provision, with any difference between the estimated and actual costs being taken to the profit and loss account.

Allocation of profits and drawings

At the beginning of every second financial year the Partnership Council sets the level of a fixed first tranche and a second tranche number of points to be held by each member in respect of the LLP's profits. The Leadership Team, on at least an annual basis, considers this level of allocation to set the members' monthly drawings after considering the LLP's working capital needs. Members' profit shares may be adjusted in the light of annual performance appraisals. The final allocation of profits is made after taking into account a variable third tranche (that may be awarded for exceptional performance or severance payments) and after the annual financial statements have been approved by the members. Any unallocated profits are included in 'Members' other interests – other reserves'.

Pensions

The Group operates both a defined benefit and a defined contribution scheme. Assets covering these arrangements are held in an independently administered fund.

The pension costs in the consolidated financial statements are determined in accordance with Financial Reporting Standard 17 'Retirement Benefits' as amended in December 2006 ('FRS 17').

In respect of the defined benefit scheme, formal actuarial valuations are carried out every three years. The last actuarial valuation was carried out as at 30 June 2006. An annual valuation is carried out by the scheme actuary at each year-end for the purposes of FRS 17. The Group's profit and loss account includes the expected return on scheme assets and the interest cost on scheme liabilities. Actuarial gains and losses are recognised directly to members' interests through the statement of total recognised gains and losses.

Staff pension costs relating to the Group's defined contribution scheme are charged to the profit and loss account as they are incurred.

Members are required to make their own provision for pensions and do so mainly through contributions to personal pension policies and other appropriate investments. Annuities to former partners and employees of the partnership have been provided in full within provisions for liabilities.

BDO LLP**Notes to the financial statements for the 52 weeks ended 3 July 2009 (continued)****2 Segmental analysis**

Turnover by origin and destination, operating profit and net operating assets arose almost entirely within the United Kingdom. Turnover of £0.2m, operating profit of £0.1m and net operating assets of £0.1m arose in the Middle East in the current period (2008 – £nil); turnover of £0.4m, operating profit of £0.1m and net operating assets of £0.3m arose within the joint venture in India in the current period (2008 – £nil).

Turnover is attributable to the following core streams of continuing business:

	2009 £'m	2008 £'m
Audit	97.0	105.1
Business Restructuring	55.0	36.4
Corporate Finance	29.9	51.2
Forensic Services	37.4	37.3
Tax	87.0	94.6
Investment Management	18.9	18.1
Turnover	325.2	342.7
Group	324.8	342.7
Joint venture	0.4	-
Turnover	325.2	342.7

An analysis of operating profit and net operating assets across the streams is as follows:

	Operating profit		Net assets	
	2009 £'m	2008 £'m	2009 £'m	2008 £'m
Audit	24.0	26.8	24.4	31.1
Business Restructuring	25.5	12.2	34.3	27.0
Corporate Finance	1.8	14.8	9.7	10.6
Forensic Services	8.8	6.3	17.5	16.8
Tax	26.4	34.1	25.4	36.5
Investment Management	0.1	1.2	2.3	2.1
Operating profit/Net operating assets	86.6	95.4	113.6	124.1
Unallocated	(24.7)	(27.0)	(63.1)	(59.7)
Operating profit/Net assets	61.9	68.4	50.5	64.4

Operating profit and net operating assets include £0.1m and £0.3m respectively relating to the joint venture in the current period (2008 – £nil). Unallocated items affecting operating profit represent central costs that are not directly attributable to the streams.

Net operating assets attributable to the streams include property related assets and liabilities, net client receivables, accrued income, provisions for foreseeable losses and specific staff liabilities. All other assets and liabilities including balances with partners, cash and debt, goodwill, other provisions and retirement benefit balances are not directly attributable to the streams.

The split by business stream has been amended to better reflect the nature of the work performed. In addition a greater level of cost has been allocated to the business streams as we consider that this provides more transparent reporting and enables more effective review of the streams. Comparative information has been restated accordingly.

BDO LLP**Notes to the financial statements for the 52 weeks ended 3 July 2009 (continued)****3 Employees and members**

	2009 £'m Group	2008 £'m Group	2009 £'m LLP	2008 £'m LLP
Staff costs (excluding members) consist of:				
Salaries and benefits	142.2	144.8	129.9	134.6
Social security costs	14.8	15.3	13.5	14.2
Pension costs	4.9	5.4	4.4	4.8
	161.9	165.5	147.8	153.6

The monthly average number of employees (excluding members) was:

	2009 Number Group	2008 Number Group	2009 Number LLP	2008 Number LLP
Audit	780	932	780	932
Business Restructuring	255	233	255	233
Corporate Finance	223	256	223	256
Forensic Services	325	378	325	378
Tax	534	635	534	635
Investment Management	232	204	-	-
Central Support	418	434	418	434
	2,767	3,072	2,535	2,868

The monthly average number of members was 242 (2008 – 235).

4 Operating profit

Group operating profit is stated after charging:

	2009 £'m	2008 £'m
Loss on disposal of fixed assets	0.3	-
Depreciation of fixed assets – owned	4.2	3.2
Depreciation of fixed assets – under finance leases	2.0	2.1
Amortisation of goodwill – subsidiaries	5.1	3.4
Amortisation of goodwill – joint ventures	0.1	-
Operating lease rentals – plant and machinery	1.1	1.0
Operating lease rentals – land and buildings	11.2	10.3

Services provided by and fees payable to the Group's auditor:

Audit of the LLP and consolidated accounts	0.1	0.1
Audit of the Group's subsidiaries pursuant to legislation	0.1	0.1
	0.2	0.2

BDO LLP**Notes to the financial statements for the 52 weeks ended 3 July 2009 (continued)****5 Interest**

	2009 £'m	2008 £'m
Payable:		
Bank loans and overdrafts	3.9	3.8
Other loans	0.1	0.1
Finance charges on leased assets	0.1	0.1
Interest cost on pension liabilities (note 22)	2.6	2.5
	6.7	6.5
Receivable:		
On short-term deposits and investments	(0.5)	(0.7)
Expected return on pension assets (note 22)	(2.8)	(2.9)
	(3.3)	(3.6)

6 Tax on profit on ordinary activities in corporate subsidiaries

The financial statements do not incorporate any charge or liability for taxation on the results of the LLP, as the relevant income tax is the responsibility of the individual members.

Corporation tax arises in corporate subsidiaries as follows:

	2009 £'m	2008 £'m
Current UK tax (credit)/charge	(0.2)	0.1
Foreign tax		
Share of joint ventures	0.1	-
Deferred tax		
Origination of timing differences	(0.2)	-
Tax on profit on ordinary activities in corporate subsidiaries	(0.3)	0.1

UK corporation tax

Factors affecting the tax charge for the period:

(Loss)/Profit on ordinary activities of corporate subsidiaries before taxation	(1.7)	0.6
(Loss)/Profit on ordinary activities before taxation multiplied by the standard rate of corporation tax in the UK of 28% (2008 – 29.5%)	(0.5)	0.2
Losses unavailable for immediate relief	0.2	-
Effect of minority interests	0.1	(0.1)
Current UK tax (credit)/charge	(0.2)	0.1

7 Profit for the financial period

The LLP has taken advantage of the exemption allowed under Section 230 of the Companies Act 1985 and has not presented its own profit and loss account in these financial statements. The Group result for the period includes the profit available for discretionary division among members of the LLP for the period of £60.6m (2008 – £65.2m).

BDO LLP**Notes to the financial statements for the 52 weeks ended 3 July 2009 (continued)****8 Intangible assets**

Group	2009 £'m
<i>Cost</i>	
At 5 July 2008	42.7
Additions (Note 23)	0.3
Disposals (Note 23)	(0.8)
At 3 July 2009	42.2
<i>Amortisation</i>	
At 5 July 2008	8.2
Charge for the period	5.1
Disposals	(0.4)
At 3 July 2009	12.9
<i>Net book value</i>	
At 3 July 2009	29.3
At 4 July 2008	34.5

All the intangible assets relate to goodwill on acquisitions and is being amortised over its estimated useful life of periods of up to ten years.

9 Tangible assets

Group	Leasehold improvements £'m	Fixtures, fittings and computer equipment £'m	Motor vehicles £'m	Total £'m
<i>Cost</i>				
At 5 July 2008	31.6	15.0	5.2	51.8
Additions	3.1	1.2	0.7	5.0
Disposals	(2.0)	(3.3)	(1.2)	(6.5)
At 3 July 2009	32.7	12.9	4.7	50.3
<i>Depreciation</i>				
At 5 July 2008	3.2	6.4	2.2	11.8
Charge for the period	2.5	2.9	0.8	6.2
Disposals	(1.8)	(3.2)	(0.7)	(5.7)
At 3 July 2009	3.9	6.1	2.3	12.3
<i>Net book value</i>				
At 3 July 2009	28.8	6.8	2.4	38.0
At 4 July 2008	28.4	8.6	3.0	40.0

Included in the total net book value of fixtures, fittings and computer equipment is £2.1m (2008 – £3.6m) in respect of assets held under finance leases. The depreciation charge for the period on such assets was £2.0m (2008 – £2.1m).

BDO LLP**Notes to the financial statements for the 52 weeks ended 3 July 2009 (continued)****9 Tangible assets (continued)**

LLP	Leasehold improvements £'m	Fixtures, fittings and computer equipment £'m	Motor vehicles £'m	Total £'m
<i>Cost</i>				
At 5 July 2008	31.5	14.8	5.2	51.5
Additions	3.2	1.1	0.7	5.0
Disposals	(2.0)	(3.3)	(1.2)	(6.5)
At 3 July 2009	32.7	12.6	4.7	50.0
<i>Depreciation</i>				
At 5 July 2008	3.2	6.3	2.1	11.6
Charge for the period	2.5	2.9	0.8	6.2
Disposals	(1.8)	(3.2)	(0.7)	(5.7)
At 3 July 2009	3.9	6.0	2.2	12.1
<i>Net book value</i>				
At 3 July 2009	28.8	6.6	2.5	37.9
At 4 July 2008	28.3	8.5	3.1	39.9

Included in the total net book value of fixtures, fittings and computer equipment is £2.1m (2008 – £3.6m) in respect of assets held under finance leases. The depreciation charge for the period on such assets was £2.0m (2008 – £2.1m).

10 Fixed asset investments and interests in joint ventures

	2009 £'m Group	2008 £'m Group	2009 £'m LLP	2008 £'m LLP
Shares in Group Undertakings:				
At beginning of period	-	-	10.6	8.2
Additions (Note 23)	-	-	1.4	2.4
At end of period	-	-	12.0	10.6
Other investments:				
At beginning of period	0.1	0.3	0.1	0.3
Disposals	-	(0.2)	-	(0.2)
At end of period	0.1	0.1	0.1	0.1
Listed investments:				
<i>Cost</i>				
At beginning and end of period	0.1	0.1	0.1	0.1
<i>Provisions</i>				
At beginning and end of period	(0.1)	(0.1)	(0.1)	(0.1)
At end of period	-	-	-	-
Fixed asset investments at end of period	0.1	0.1	12.1	10.7

BDO LLP**Notes to the financial statements for the 52 weeks ended 3 July 2009 (continued)****10 Fixed asset investments and interests in joint ventures (continued)**

	2009 £'m Group	2008 £'m Group	2009 £'m LLP	2008 £'m LLP
Interests in joint ventures:				
Additions – net assets (Note 23)	0.3	-	-	-
Additions – goodwill (Note 23)	1.1	-	-	-
Share of profit	-	-	-	-
	1.4	-	-	-
Amortisation of goodwill in period	(0.1)	-	-	-
Interests in joint ventures at end of period	1.3	-	-	-

At 3 July 2009, the market value of the listed investments held by the Group and the LLP was £nil (2008 – £nil). The goodwill arising on the joint venture acquired is being amortised over its estimated useful life of ten years.

Joint venture undertaking

On 3 October 2008, the LLP purchased a 10% equity shareholding in BDO Haribhakti Limited, a professional services firm which is incorporated, registered and operates in India.

Subsidiary undertakings

The principal undertakings in which the LLP's interest at the year end is 20% or more are as follows:

Subsidiary Undertakings	Country of incorporation, registration and operation	Proportion of voting rights and ordinary share capital held	Nature of business
SH Insurance Limited	Guernsey	100%	Insurance
BDO LLP Limited	England & Wales	100%	Professional services
Fitzwilliam Holdings Limited	England & Wales	97.5%	Investment Management
BDO Corporate Finance (Middle East) LLP	Dubai (Middle East)	100%	Professional services
<i>The principal subsidiary undertaking held by Fitzwilliam Holdings Limited is:</i>			
BDO Investment Management Limited	England & Wales	97.5%	Investment Management

The Group has an effective 97.5% shareholding in SPP (General Partner) Limited, a company registered in England & Wales, which acts as the general partner to the SPP Income Fund Limited Partnership, the Fitzwilliam Strategic Property Partnership No.3 Fund Limited Partnership, the Scandinavia Strategic Property Fund Limited Partnership and the SPP Opportunities Fund Limited Partnership, including the Opportunities Residential Fund, which are limited partnerships that hold property investment funds. Due to the severe long term restrictions that the members consider exist over the general partner's control of the limited partnerships, they have not been consolidated into the Group's financial statements. The Group charged fees to the limited partnerships during the year of £0.9m (2008 – £1.5m) and at the year-end the balance owed to the Group by the limited partnerships was £nil (2008 – £0.2m). The aggregated profit before members' remuneration charged as an expense for these limited partnerships in the year to 5 April 2009 is £0.5m (2008 – £0.1m) and the total net assets for these limited partnerships are £18.0m as shown in their most recent audited accounts for the 52 weeks ended 5 April 2009 (2008 – £19.3m).

The Group has an effective 97.5% shareholding in Flora Park (General Partner) Limited, a company registered in England & Wales, which acts as the general partner to the Flora Park Investment – a non-regulated investment in a German retail park. The investment has not been consolidated into the Group's financial statements, due to the severe long-term restrictions that the members consider exist over the general partner's control of the investment.

The Group has an effective 97.5% shareholding in Fitzwilliam Asset Management (Guernsey) Limited, a company registered in Guernsey, which manages a series of hedge funds. Whilst the company holds shares in the funds for legal and management purposes it has no beneficial interest in the funds aside from fees it receives for performance of its duties as a manager. The funds have therefore been included in the Group financial statements at the cost of investment rather than as subsidiaries. The Group charged fees to the funds during the year of £1.7m (2008 – £2.0m) and at the year-end the balance owed to the Group by the funds was £0.3m (2008 – £0.4m).

BDO LLP**Notes to the financial statements for the 52 weeks ended 3 July 2009 (continued)****11 Debtors**

	2009 £'m Group	2008 £'m Group	2009 £'m LLP	2008 £'m LLP
Trade debtors	53.3	67.7	50.9	65.7
Amounts owed by Group undertakings	-	-	33.8	34.5
Other debtors	5.0	2.6	2.1	2.4
Deferred tax (Note 6)	0.2	-	-	-
Prepayments	8.3	10.7	8.1	9.9
Accrued income	49.9	45.0	46.4	42.0
	116.7	126.0	141.3	154.5

All amounts shown under debtors for the Group are expected to fall due for payment within one year, except for a deferred tax asset which relates to losses arising in subsidiary companies which are expected to be recovered after more than one year. In respect of the LLP, all amounts are expected to fall due for payment within one year except for an interest free loan of £18.3m due from BDO LLP Limited (2008 – £21.9m).

12 Creditors: amounts falling due within one year

	2009 £'m Group	2008 £'m Group	2009 £'m LLP	2008 £'m LLP
Bank overdrafts	16.9	13.0	16.9	13.0
Bank loans (note 13)	13.0	17.5	13.0	17.5
Trade creditors	4.3	5.0	4.2	4.7
Amounts due to group undertakings	-	-	1.4	-
Taxation and social security	10.5	10.6	10.3	10.3
Obligations under finance leases	1.6	2.0	1.6	2.0
Other creditors	3.5	1.2	-	0.1
Accruals and deferred income	26.9	24.7	24.5	22.3
Amounts due to former members and partners	1.9	1.1	1.9	1.1
	78.6	75.1	73.8	71.0

The bank loans and overdrafts are unsecured; obligations under finance leases are secured against the assets to which they relate.

13 Creditors: amounts falling due after more than one year

	2009 £'m Group	2008 £'m Group	2009 £'m LLP	2008 £'m LLP
Bank loans	27.0	39.0	27.0	39.0
Obligations under finance leases	0.6	1.7	0.6	1.7
Amounts due to former members and partners	0.8	0.5	0.8	0.5
	28.4	41.2	28.4	41.2

The bank loans are unsecured and are repayable over five years at floating rates based upon LIBOR. At the year end bank loans of £16.2m were subject to an interest rate collar and £23.8m were subject to a fixed rate swap.

Obligations under finance leases are secured against the assets to which they relate and are repayable at fixed interest rates.

The amounts due to former members and partners comprise the amounts repayable in accordance with the members' agreement. The LLP has taken on the obligations to former partners of the partnership to repay amounts due.

BDO LLP**Notes to the financial statements for the 52 weeks ended 3 July 2009 (continued)****13 Creditors: amounts falling due after more than one year (continued)**

Maturity of debt:

Group & LLP	2009 Loans £'m	2008 Loans £'m	2009 Finance leases £'m	2008 Finance leases £'m
In one year or less, or on demand	13.0	17.5	1.6	2.0
More than one year but less than two years	10.0	13.0	0.5	1.4
More than two years but less than five years	17.0	26.0	0.1	0.3
	27.0	39.0	0.6	1.7

14 Provisions for liabilities

Group	Annuities £'m	Professional Indemnity £'m	Property £'m	Total £'m
At 5 July 2008	0.6	7.5	11.2	19.3
Utilised during the period	(0.2)	(0.5)	(2.5)	(3.2)
Created during the period	0.2	0.2	0.3	0.7
At 3 July 2009	0.6	7.2	9.0	16.8

LLP	Annuities £'m	Professional Indemnity £'m	Property £'m	Total £'m
At 5 July 2008	0.6	7.5	11.1	19.2
Utilised during the period	(0.2)	(0.5)	(2.5)	(3.2)
Created during the period	0.2	0.2	0.3	0.7
At 3 July 2009	0.6	7.2	8.9	16.7

Annuities relate to former partners of the former partnership. The majority of the annuities are for a fixed amount over a fixed period of time and therefore no actuarial assumptions are required. The provision is expected to be largely utilised over the next five years.

The Professional Indemnity provision relates to the expected cost of defending claims and, where appropriate, the estimated cost of settling claims where such costs are not covered by insurance.

The property provisions relate to net rental commitments on surplus properties and dilapidation costs and are expected to be utilised over periods of up to twenty years.

Provisions have been discounted where the effect of the time value of money is material.

BDO LLP**Notes to the financial statements for the 52 weeks ended 3 July 2009 (continued)****15 Total members' interests**

Group	Members' capital £'m	Other reserves £'m	Total £'m
At 1 July 2007 (restated)	4.4	77.0	81.4
Allocated profit	77.0	(77.0)	-
Profit for the period available for discretionary division among members	-	65.0	65.0
Pension scheme net actuarial loss	-	(0.6)	(0.6)
Capital introduced by members	6.6	-	6.6
Capital repaid to members	(7.3)	-	(7.3)
Amounts reclassified as amounts due to former members within creditors	(1.5)	-	(1.5)
Drawings and distributions	(65.8)	-	(65.8)
At 5 July 2008	13.4	64.4	77.8
Allocated profit	64.4	(64.4)	-
Profit for the period available for discretionary division among members	-	58.7	58.7
Pension scheme net actuarial loss	-	(8.2)	(8.2)
Capital introduced by members	11.7	-	11.7
Capital repaid to members	(8.3)	-	(8.3)
Amounts reclassified as amounts due to former members within creditors	(3.0)	-	(3.0)
Drawings and distributions	(61.4)	-	(61.4)
At 3 July 2009	16.8	50.5	67.3

LLP	Members' capital £'m	Other reserves £'m	Total £'m
At 1 July 2007 (restated)	3.6	77.0	80.6
Allocated profit	77.0	(77.0)	-
Profit for the period available for discretionary division among members	-	65.2	65.2
Pension scheme net actuarial loss	-	(0.6)	(0.6)
Capital introduced by members	6.6	-	6.6
Capital repaid to members	(7.3)	-	(7.3)
Amounts reclassified as amounts due to former members within creditors	(1.5)	-	(1.5)
Drawings and distributions	(65.8)	-	(65.8)
At 5 July 2008	12.6	64.6	77.2
Allocated profit	64.6	(64.6)	-
Profit for the period available for discretionary division among members	-	60.6	60.6
Pension scheme net actuarial loss	-	(8.2)	(8.2)
Capital introduced by members	11.7	-	11.7
Capital repaid to members	(8.3)	-	(8.3)
Amounts reclassified as amounts due to former members within creditors	(3.0)	-	(3.0)
Drawings and distributions	(61.4)	-	(61.4)
At 3 July 2009	16.2	52.4	68.6

The basis on which profits are allocated is described in Note 1.

The profit share of the highest paid member was £1.2m (2008 – £0.7m)

BDO LLP**Notes to the financial statements for the 52 weeks ended 3 July 2009 (continued)****15 Total members' interests (continued)**

Members' capital includes profit that has been allocated to members and has been classified as falling due after more than one year on the basis that members may not retire from the partnership with less than one year's notice.

Members' capital is subordinated to bank loans but would rank equally with unsecured creditors in the event of a winding up. Members' other interests, represented above by other reserves, rank after unsecured creditors.

16 Commitments under operating leases

Annual commitments under non-cancellable operating leases are set out below:

Group	2009 Land and buildings £'m	2009 Other £'m	2008 Land and buildings £'m	2008 Other £'m
Operating leases which expire:				
Within one year	0.7	0.1	2.7	0.1
Within one to two years	0.2	0.1	0.5	0.1
In two to five years	0.1	0.2	0.5	0.2
Over five years	10.1	-	8.2	-
	11.1	0.4	11.9	0.4

LLP	2009 Land and buildings £'m	2009 Other £'m	2008 Land and buildings £'m	2008 Other £'m
Operating leases which expire:				
Within one year	0.7	0.1	2.6	0.1
Within one to two years	0.2	0.1	0.5	0.1
In two to five years	0.1	0.2	0.5	0.2
Over five years	10.1	-	8.2	-
	11.1	0.4	11.8	0.4

17 Related party transactions

During the period the LLP and its subsidiaries carried out a number of transactions with related parties in the normal course of business and on an arm's length basis. The LLP has taken advantage of the exemption allowed by the amendment to FRS 8, 'Related Party Disclosures', not to disclose any transactions with entities that are wholly owned by the LLP and which are included in these consolidated financial statements. Transactions with funds which have not been consolidated are detailed in note 10.

BDO Investment Management Limited

During the period, the LLP charged BDO Investment Management Limited, £1.3m (2008 – £1.3m) for the provision of administrative services. The LLP in the same period was charged £0.9m (2008 – £1.1m) for services provided by BDO Investment Management Limited. There was no trading balance outstanding at the end of the period (2008 – £0.3m owed by the LLP).

Fitzwilliam Holdings Limited

At the period end, there was an amount due of £3.0m (2008 – £3.3m) from Fitzwilliam Holdings Limited to the LLP in relation to a subordinated loan. This loan is unsecured and is repayable, at floating rates based upon LIBOR, within two years after notification to the FSA that the loan is to be repaid.

BDO Haribhakti Limited

During the period, the LLP charged BDO Haribhakti Limited, £0.1m (2008 – £nil) for the provision of administrative services. There was no balance outstanding at the end of the period (2008 – £nil).

18 Contingent liabilities

The Group's policy on claims that may arise in connection with disputes arising in the ordinary course of business is described in Note 1.

BDO LLP**Notes to the financial statements for the 52 weeks ended 3 July 2009 (continued)****19 Reconciliation of operating profit to net cash inflow from operating activities**

	2009 £'m	2008 £'m
Group operating profit	61.8	68.4
Amortisation of goodwill – subsidiaries	5.1	3.4
Amortisation of goodwill – joint venture	0.1	-
Depreciation	6.2	5.3
Loss on disposal of tangible fixed assets	0.3	-
Difference between pension charge and cash contributions	(1.2)	(1.2)
Decrease/(Increase) in debtors	9.5	(9.9)
Increase in creditors	4.0	4.4
Decrease in provisions for liabilities	(2.5)	(0.2)
Net cash inflow from operating activities	83.3	70.2

20 Analysis of cash flows

	2009 £'m	2008 £'m
Return on investments and servicing of finance:		
Interest received	0.5	0.7
Interest paid (excluding interest paid to partners)	(4.0)	(3.9)
Interest element of finance lease rental payments	(0.1)	(0.1)
Distributions to minority interests	(0.4)	(0.5)
	(4.0)	(3.8)
Capital expenditure and financial investment:		
Purchase of tangible assets	(5.0)	(29.7)
Proceeds from the sale of tangible assets	0.5	0.6
	(4.5)	(29.1)
Acquisitions and disposals:		
Acquisition of businesses (Note 23)	(0.3)	(29.8)
Purchase of equity shareholding in joint venture (Note 23)	(1.4)	-
Increase in shareholdings in subsidiaries	-	(0.9)
Cash received from sale of business (Note 23)	0.3	-
	(1.4)	(30.7)
Transactions with members and former members:		
Drawings and distributions to members	(61.4)	(65.8)
Capital introduced by members	11.7	6.6
Capital repaid to members	(8.3)	(7.3)
Amounts repaid to former members	(1.9)	(2.0)
	(59.9)	(68.5)
Financing:		
New bank loans	-	50.0
New finance leases	0.5	3.3
Loan repayments	(16.5)	(3.6)
Capital element of finance leases repaid	(2.0)	(2.1)
	(18.0)	47.6

BDO LLP**Notes to the financial statements for the 52 weeks ended 3 July 2009 (continued)****21 Net funds****a) Analysis of changes in net funds/(debt)**

	At beginning of period £'m	Cash flow £'m	Other non-cash changes £'m	At end of period £'m
Cash/overdrafts				
Cash at bank and in hand	12.3	(0.6)	-	11.7
Bank overdrafts	(13.0)	(3.9)	-	(16.9)
Debt				
Debt due within one year	(17.5)	16.5	(12.0)	(13.0)
Debt due after one year	(39.0)	-	12.0	(27.0)
Finance leases	(3.7)	2.0	(0.5)	(2.2)
Net funds/(debt)	(60.9)	14.0	(0.5)	(47.4)

b) Reconciliation of net cash flow to movement in net funds/(debt)

	2009 £'m	2008 £'m
Decrease in net cash during the period	(4.5)	(14.3)
Net cash outflow from debt	18.5	5.7
Other non-cash changes – new bank loans and finance leases	(0.5)	(53.3)
Increase/(decrease) in net funds during the period	13.5	(61.9)
Opening net (debt)/funds	(60.9)	1.0
Closing net debt	(47.4)	(60.9)

22 Pensions

The Group operates both defined benefit and defined contribution pension arrangements for its staff. All pension arrangements are accounted for as required under FRS 17.

The BDO Pension Scheme ('the Scheme') is a funded scheme, and has two sections: a defined benefit section ('DB') and a defined contribution section ('DC'). The Scheme's assets are held separately from those of the Group.

The LLP also has obligations to pay pensions and allowances to certain former partners and employees.

Defined contribution arrangement

In the period the Group paid contributions of £4.9m (2008 – £5.4m) to the DC section of the Scheme, which is equal to the total pension charge under FRS 17 for this section of the Scheme.

There is an outstanding contribution due to this arrangement as at 3 July 2009 of £0.4m (2008 – £0.4m)

Funded defined benefit arrangement

The DB section of the Scheme was closed to both new members and future accrual on 30 November 1994 and members in pensionable service were given the option to leave their benefits as a deferred pension (based on final pensionable earnings as at November 1994) or receive an opening balance within the new DC section.

The Scheme was merged with Moores Rowland Pension Scheme with effect from 30 November 2000. The Moores Rowland scheme was a defined benefit scheme that had been closed to new members and future accrual from 1 May 1995.

The assets and liabilities of the DB section of the Scheme have been valued for FRS 17 purposes by a qualified actuary, John Broome Saunders, who is an employee of BDO Investment Management Ltd, a subsidiary of the LLP.

During the period, the Group paid contributions to the DB section of £1.2m (2008 – £1.2m). In addition the Group pays the costs of administering the Scheme. The ongoing contribution level will be agreed when the formal valuation of the Scheme as at 30 June 2009 has been completed.

The amounts quoted in these financial statements are based on a full valuation of the Scheme as at the period end as undertaken for FRS 17 purposes.

BDO LLP**Notes to the financial statements for the 52 weeks ended 3 July 2009 (continued)****22 Pensions (continued)**

The key actuarial assumptions at year end are:

	2009	2008
Discount rate	6.20%	6.70%
Rate of inflation	3.20%	3.75%
Increases in pensionable salaries	n/a	n/a
Life expectancy at 65		
- current 65 year old male	87.0 years	87.0 years
- current 65 year old female	89.9 years	89.8 years
- current 45 year old male	88.1 years	88.1 years
- current 45 year old female	90.9 years	90.9 years

The fair values of the assets in the DB section at the period end are:

	2009 £'m	2008 £'m
Equities	17.1	19.7
Bonds	5.7	7.0
Annuity policies	8.3	8.0
Other assets	6.3	6.0
Total	37.4	40.7

	2009	2008
Equities	7.50% pa	7.50% pa
Bonds	6.70% pa	5.70% pa
Annuity policies	6.70% pa	5.70% pa
Other assets	6.00% pa	5.00% pa

The assumed long-term rates of return on scheme assets is calculated by considering the long-term rate of return on each asset class. The expected rate of return on each asset class is derived by considering relevant investment yields, or by taking a suitable risk-free yield and adjusting for a risk premium as appropriate to the asset class.

An analysis of the movement in the scheme liabilities is set out below:

	2009 £'m	2008 £'m
At beginning of period	39.7	44.3
Interest cost on liabilities	2.6	2.5
Benefits paid	(1.2)	(1.1)
Actuarial loss/(gain)	2.1	(6.0)
At end of period	43.2	39.7

An analysis of the movement in the scheme assets is set out below:

	2009 £'m	2008 £'m
At beginning of period	40.7	44.3
Expected return on assets	2.8	2.9
Employer contributions	1.2	1.2
Benefits paid	(1.2)	(1.1)
Actuarial loss	(6.1)	(6.6)
At end of period	37.4	40.7

BDO LLP**Notes to the financial statements for the 52 weeks ended 3 July 2009 (continued)****22 Pensions (continued)**

The following amounts have been included within the profit and loss account:

	2009 £'m	2008 £'m
Expected return on assets	2.8	2.9
Interest cost on liabilities	(2.6)	(2.5)
Net finance costs	0.2	0.4

The following amounts have been charged to the statement of total recognised gains and losses ('STRGL'):

	2009 £'m	2008 £'m
Actual return less expected return on scheme assets	(6.1)	(6.6)
Actuarial (losses)/gains arising on scheme liabilities	(2.1)	6.0
Net loss recognised in STRGL	(8.2)	(0.6)

The history of experience gains and losses is as follows:

	2009 £'m	2008 £'m	2007 £'m	2006 £'m	2005 £'m
Scheme assets	37.4	40.7	44.3	41.0	35.4
Scheme liabilities	(43.2)	(39.7)	(44.3)	(49.5)	(45.2)
(Deficit)/Surplus	(5.8)	1.0	-	(8.5)	(9.8)
Investment (losses)/gains	(6.1)	(6.6)	1.5	2.9	1.9
Experience (losses)/gains on liabilities	(0.3)	0.3	0.5	(0.5)	-

The cumulative amount of gains and losses recognised in the STRGL since 1 July 2002 is a loss of £7.2m.

23 Acquisitions & Disposals**BDO Haribhakti**

On 3 October 2008, the LLP purchased 10% of the equity shareholding of BDO Haribhakti, a joint venture with Haribhakti & Co. in India. The consideration, including legal costs, was £1.4m. The book and fair value of the share of net assets acquired was £0.3m resulting in goodwill of £1.1m.

Other acquisitions

On 18 October 2008 the Group acquired the business of Adtax Limited for consideration of £0.1m and during the year, an additional £0.2m was paid relating to the acquisition of Chiltern PLC. The goodwill generated from the two transactions was £0.3m.

Disposals

During the year, the Group sold part of its outsourcing business for consideration of £0.4m and wrote off £0.4m of related goodwill. Proceeds of £0.1m have been deferred and are recognised within debtors.

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