COMPANY REGISTRATION NUMBER 01396731

TAIKOO BOOKS LIMITED

UNAUDITED ABBREVIATED ACCOUNTS

30 NOVEMBER 2006

LITHGOW PERKINS LLP
Chartered Accountants
Crown Chambers
Prnces Street
Harrogate

TAIKOO BOOKS LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 30 NOVEMBER 2006

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TAIKOO BOOKS LIMITED

ACCOUNTANTS' REPORT TO THE DIRECTORS OF TAIKOO BOOKS LIMITED

YEAR ENDED 30 NOVEMBER 2006

In accordance with the engagement letter dated 27 August 2004, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Balance Sheet and the related notes from the accounting records and information and explanations you have given to us

This report is made to the Company's Directors, as a body, in accordance with the terms of our engagement Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Directors that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's Directors, as a body, for our work or for this report

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

You have acknowledged on the balance sheet as at 30 November 2006 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985 You consider that the company is exempt from the statutory requirement for an audit for the year

We have not been instructed to carry out an audit of the financial statements For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements

Lithgow Perkins

LITHGOW PERKINS LLP
Chartered Accountants

Crown Chambers
Princes Street
Harrogate

22 March 2007

TAIKOO BOOKS LIMITED

ABBREVIATED BALANCE SHEET

30 NOVEMBER 2006

	Note	2006 £	2005 £
FIXED ASSETS	2		
Tangible assets		**4,248**	4,720
CURRENT ASSETS			
Stocks		**321,913**	320,081
Debtors		**4,988**	652
Cash at bank and in hand		**601,695**	612,278
		928,596	933,011
CREDITORS: Amounts falling due within one year		**47,844**	49,454
NET CURRENT ASSETS		**880,752**	883,557
TOTAL ASSETS LESS CURRENT LIABILITIES		**885,000**	888,277
PROVISIONS FOR LIABILITIES AND CHARGES		**743**	811
		884,257	887,466

The Balance sheet continues on the following page

The notes on page 2 form part of these abbreviated accounts.

TAIKOO BOOKS LIMITED

ABBREVIATED BALANCE SHEET *(continued)*

30 NOVEMBER 2006

	Note	2006 £	2005 £
CAPITAL AND RESERVES			
Called-up equity share capital	3	**100**	100
Profit and loss account		**884,157**	887,366
SHAREHOLDERS' FUNDS		**884,257**	887,466

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act

The directors acknowledge their responsibilities for

(i) ensuring that the company keeps proper accounting records which comply with section 221 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 226, 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 VII of the Companies Act 1985

These abbreviated accounts were approved by the directors on 22 March 2007 and are signed on their behalf by

D A CHILTON D.A. Chilton

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

TAIKOO BOOKS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 30 NOVEMBER 2006

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 January 2005)

Changes in accounting policies

In preparing the financial statements for the current year, the company has adopted the Financial Reporting Standard for Smaller Entities (effective January 2005)

Turnover

The turnover shown in the profit and loss account is the revenue from the performance of the exchange of transactions from the supply of goods during the year, exclusive of Value Added Tax

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

Leasehold Property	-	Fully Depreciated
Fixtures & Fittings	-	10% Reducing Balance

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)*

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction Exchange differences are taken into account in arriving at the operating profit

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

TAIKOO BOOKS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 30 NOVEMBER 2006

2. FIXED ASSETS

	Tangible Assets £
COST	
At 1 December 2005 and 30 November 2006	**20,891**
DEPRECIATION	
At 1 December 2005	**16,171**
Charge for year	**472**
At 30 November 2006	**16,643**
NET BOOK VALUE	
At 30 November 2006	**4,248**
At 30 November 2005	4,720

3. SHARE CAPITAL

Authorised share capital:

	2006 £	2005 £
5,000 Ordinary shares of £1 each	**5,000**	5,000

Allotted, called up and fully paid:

	2006		2005	
	No	**£**	No	£
Ordinary shares of £1 each	**100**	**100**	100	100