

CORNI 7 LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED
31 OCTOBER 2006



LB GROUP LTD
Chartered Accountants
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CORNI 7 LIMITED
ABBREVIATED ACCOUNTS
YEAR ENDED 31 OCTOBER 2006

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CORNI 7 LIMITED
ABBREVIATED BALANCE SHEET
31 OCTOBER 2006

	Note	2006	2005
		£	£
FIXED ASSETS	2		
Intangible assets		23,800	25,200
Tangible assets		<u>50</u>	<u>100</u>
		23,850	25,300
CURRENT ASSETS			
Stocks		2,023	975
Debtors		2,479	9,553
Cash at bank and in hand		<u>397</u>	<u>261</u>
		4,899	10,789
CREDITORS: Amounts falling due within one year		19,379	12,655
NET CURRENT LIABILITIES		(14,480)	(1,866)
TOTAL ASSETS LESS CURRENT LIABILITIES		9,370	23,434
CAPITAL AND RESERVES			
Called-up equity share capital	3	1	1
Profit and loss account		<u>9,369</u>	<u>23,433</u>
SHAREHOLDERS' FUNDS		9,370	23,434

The director is 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 director acknowledges her responsibility 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 and signed by the director on 21.5.07

H. Cornish
MRS H CORNISH

The notes on pages 2 to 3 form part of these abbreviated accounts

CORNI 7 LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 OCTOBER 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)

The adoption of the Financial Reporting Standard for Smaller Entities (effective January 2005) has resulted in no material changes in accounting policies, other than those mentioned below

FRS 21 'Events after the Balance Sheet date (IAS 10)'

The adoption of FRS 21 has resulted in a change in accounting policy in respect of proposed equity dividends. If the company declares dividends to the holders of equity instruments after the balance sheet date, the company does not recognise those dividends as a liability at the balance sheet date. The aggregate amount of equity dividends proposed before approval of the financial statements, which have not been shown as liabilities at the balance sheet date, are disclosed in the notes to the financial statements. Previously, proposed equity dividends were recorded as liabilities at the balance sheet date.

Turnover

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

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows.

Goodwill - 5% Straight Line

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows.

Plant & Machinery - 25% Straight Line

CORNI 7 LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 OCTOBER 2006

1. ACCOUNTING POLICIES *(continued)*

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

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.

2. FIXED ASSETS

	Intangible Assets £	Tangible Assets £	Total £
COST			
At 1 November 2005 and 31 October 2006	<u>28,000</u>	<u>200</u>	<u>28,200</u>
DEPRECIATION			
At 1 November 2005	2,800	100	2,900
Charge for year	<u>1,400</u>	<u>50</u>	<u>1,450</u>
At 31 October 2006	<u>4,200</u>	<u>150</u>	<u>4,350</u>
NET BOOK VALUE			
At 31 October 2006	<u>23,800</u>	<u>50</u>	<u>23,850</u>
At 31 October 2005	<u>25,200</u>	<u>100</u>	<u>25,300</u>

3. SHARE CAPITAL

Authorised share capital:

	2006 £	2005 £
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2006 No	£	2005 No	£
Ordinary shares of £1 each	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>