

Registration number 05055721

Amric Limited
Directors' report and financial statements
for the year ended 30 June 2007



Amric Limited

Company information

Directors	Richard Warrender Amanda Warrender
Secretary	Richard Warrender
Company number	05055721
Registered office	Subway 41 Great Darkgate Street Aberystwyth Ceredigion SY23 1DE
Accountants	Davies & Lewis Oregon House Powell Street Aberystwyth Ceredigion SY23 1QQ
Business address	Subway 41 Great Darkgate Street Aberystwyth Ceredigion SY23 1DE
Bankers	HSBC Bank plc 19 Great Darkgate Street Aberystwyth Dyfed SY23 1DE
Solicitors	Nexus Solicitors 16/18 Albert Square Manchester M2 5PE

Amric Limited

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Amric Limited

**Directors' report
for the year ended 30 June 2007**

The directors present their report and the financial statements for the year ended 30 June 2007

Principal activity

The principal activity of the company is the management of fast food stores operating under a Subway franchise agreement

Directors

The directors who served during the year are as stated below

Richard Warrender
Amanda Warrender

Directors' responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these financial statements the directors are required to

- select suitable accounting policies and apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on *15th April 2008* and signed on its behalf by



Richard Warrender
Secretary

Amric Limited

**Profit and loss account
for the year ended 30 June 2007**

		2007	2006
	Notes	£	£
Turnover	2	337,656	342,193
Cost of sales		(98,413)	(97,608)
Gross profit		239,243	244,585
Administrative expenses		(226,654)	(243,998)
Operating profit	3	12,589	587
Other interest receivable and similar income		-	7
Interest payable and similar charges		(366)	(5,831)
Profit/(loss) on ordinary activities before taxation		12,223	(5,237)
Tax on profit/(loss) on ordinary activities	5	(3,558)	2,126
Profit/(loss) for the year	14	8,665	(3,111)
Accumulated loss brought forward		(8,664)	(5,553)
Retained profit/(loss) carried forward		1	(8,664)

The notes on pages 6 to 12 form an integral part of these financial statements.

Amric Limited

**Balance sheet
as at 30 June 2007**

		2007		2006	
	Notes	£	£	£	£
Fixed assets					
Intangible assets	6		6,479		6,763
Tangible assets	7		54,457		66,047
			<u>60,936</u>		<u>72,810</u>
Current assets					
Stocks		6,133		6,302	
Debtors	8	6,549		12,458	
Cash at bank and in hand		2,255		3,793	
		<u>14,937</u>		<u>22,553</u>	
Creditors: amounts falling due within one year	9	<u>(59,742)</u>		<u>(75,839)</u>	
Net current			<u>(44,805)</u>		<u>(53,286)</u>
Total assets less current liabilities			16,131		19,524
Creditors: amounts falling due after more than one year	10		(15,849)		(28,186)
Provisions for liabilities	11		<u>(279)</u>		<u>-</u>
Net assets/(liabilities)			<u>3</u>		<u>(8,662)</u>
Capital and reserves					
Called up share capital	13		2		2
Profit and loss account	14		1		(8,664)
Shareholders' funds			<u>3</u>		<u>(8,662)</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet

The notes on pages 6 to 12 form an integral part of these financial statements.

Amric Limited

Balance sheet (continued)

**Directors' statements required by Section 249B(4)
for the year ended 30 June 2007**

In approving these financial statements as directors of the company we hereby confirm

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ,

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 30 June 2007 and

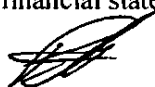
(c) that we acknowledge our responsibilities for.

(1) ensuring that the company keeps accounting records which comply with Section 221, and

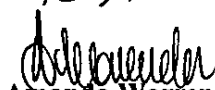
(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

The financial statements were approved by the Board on *15th April 2008* and signed on its behalf by



Richard Warrender
Director



Amanda Warrender
Director

The notes on pages 6 to 12 form an integral part of these financial statements.

Amric Limited

Notes to the financial statements for the year ended 30 June 2007

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the period

1.3. Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 20 years

1.4. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows

Fixtures, fittings and equipment	- 20%	straight line
Motor vehicles	- 25%	straight line

1.5. Leasing

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period

1.6. Stock

Stock is valued at the lower of cost and net realisable value

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Notes to the financial statements for the year ended 30 June 2007

continued

1.7. 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,

Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable,

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

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK

3. Operating profit

	2007 £	2006 £
Operating profit is stated after charging		
Depreciation and other amounts written off intangible assets	285	286
Depreciation and other amounts written off tangible assets	<u>11,591</u>	<u>11,628</u>

4. Directors' emoluments

	2007 £	2006 £
Remuneration and other benefits	<u>36,454</u>	<u>27,475</u>

Amric Limited

**Notes to the financial statements
for the year ended 30 June 2007**

continued

5. Tax on profit/(loss) on ordinary activities

Analysis of charge in period	2007 £	2006 £
Current tax		
UK corporation tax	789	364
Total current tax charge	<u>789</u>	<u>364</u>
Deferred tax		
Timing differences, origination and reversal	2,769	(2,490)
Total deferred tax	<u>2,769</u>	<u>(2,490)</u>
Tax on profit/(loss) on ordinary activities	<u><u>3,558</u></u>	<u><u>(2,126)</u></u>

6. Intangible fixed assets

	Goodwill £	Total £
Cost		
At 1 July 2006	<u>7,145</u>	<u>7,145</u>
At 30 June 2007	<u>7,145</u>	<u>7,145</u>
Provision for diminution in value		
At 1 July 2006	381	381
Charge for year	<u>285</u>	<u>285</u>
At 30 June 2007	<u>666</u>	<u>666</u>
Net book values		
At 30 June 2007	<u>6,479</u>	<u>6,479</u>
At 30 June 2006	<u><u>6,764</u></u>	<u><u>6,764</u></u>

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**Notes to the financial statements
for the year ended 30 June 2007**

continued

7. Tangible fixed assets	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Cost			
At 1 July 2006	69,666	11,299	80,965
At 30 June 2007	69,666	11,299	80,965
Depreciation			
At 1 July 2006	13,303	1,614	14,917
Charge for the year	9,977	1,614	11,591
At 30 June 2007	23,280	3,228	26,508
Net book values			
At 30 June 2007	46,386	8,071	54,457
At 30 June 2006	56,363	9,685	66,048

Asset description	2007		2006	
	Net book value £	Depreciation charge £	Net book value £	Depreciation charge £
Motor vehicles	8,071	1,614	9,686	1,614

8. Debtors	2007 £	2006 £
Trade debtors	-	2,346
Prepayments and accrued income	6,549	7,622
Deferred tax (Note 12)	-	2,490
	6,549	12,458
Amounts falling due after more than one year and included in debtors are Deferred tax (Note 12)	-	2,490

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**Notes to the financial statements
for the year ended 30 June 2007**

continued

9. Creditors, amounts falling due within one year	2007 £	2006 £
Bank overdraft	6,451	-
Net obligations under finance leases and hire purchase contracts	2,549	2,549
Trade creditors	2,170	3,688
Corporation tax	789	364
Other taxes and social security costs	1,527	4,988
Directors' accounts	41,866	58,832
Other creditors	2,766	3,361
Accruals and deferred income	1,624	2,057
	<u>59,742</u>	<u>75,839</u>

The directors loan is interest free with no fixed terms for repayment

10. Creditors: amounts falling due after more than one year	2007 £	2006 £
Private Loan	15,000	25,000
Net obligations under finance leases and hire purchase contracts	849	3,186
	<u>15,849</u>	<u>28,186</u>

11. Provisions for liabilities

	Deferred taxation (Note 12) £	Total £
At 1 July 2006	2,490	2,490
Movements in the year	2,769	2,769
At 30 June 2007	<u>279</u>	<u>279</u>

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**Notes to the financial statements
for the year ended 30 June 2007**

continued

12. Provision for deferred taxation	2007	2006
	£	£
Accelerated capital allowances	279	(2,490)
Provision for deferred tax	279	(2,490)
	<u>279</u>	<u>(2,490)</u>
Provision at 1 July 2006	(2,490)	
Deferred tax charge in profit and loss account	2,769	
Provision at 30 June 2007	<u>279</u>	
 13. Share capital	 2007	 2006
	£	£
Authorised		
30,000 A Ordinary shares of £1 each	30,000	30,000
20,000 B Preference shares of £1 each	20,000	20,000
	<u>50,000</u>	<u>50,000</u>
 Allotted, called up and fully paid		
2 A Ordinary shares of £1 each	2	2
- B Preference shares of £1 each	-	-
	<u>2</u>	<u>2</u>
 Equity Shares		
2 A Ordinary shares of £1 each	2	2
- B Preference shares of £1 each	-	-
	<u>2</u>	<u>2</u>
 14. Reserves	 Profit and loss account	 Total
	£	£
At 1 July 2006	(8,664)	(8,664)
Profit for the year	8,665	8,665
At 30 June 2007	<u>1</u>	<u>1</u>