

ADENSTONE LIMITED

STATEMENT OF ACCOUNTS
FOR THE YEAR ENDED
30TH NOVEMBER 2002



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ADENSTONE LIMITED

REPORT OF THE DIRECTORS

FINANCIAL STATEMENTS

The director submits his report and the company's accounts for the year ended 30th November 2002.

STATEMENT OF DIRECTORS RESPONSIBILITIES

Company law requires the director to prepare financial statements for each financial period, which give a true and fair view of the state of the affairs of the company and of the profit and loss for that period. In preparing these financial statements, the director is required to -

- Select suitable accounting policies and then apply them consistently.
- Make judgements and estimates that are reasonable and prudent.
- Comply with applicable accounting standards subject to any material departures disclosed and explained in the financial statements.
- Prepare the financial statements on the on going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is 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. He 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.

PRINCIPAL ACTIVITY

The principal activity of the company is pawnbroking and sale of goods.

DIRECTOR

The director set out in the table below and his interests in the shares of the company was as follows:-

	Ordinary Shares of £1 Each	
	30 th November 2002	30 th November 2001
B. McRobb	2	2

The director has prepared his report in accordance with the special provisions of part VII of the Companies Act 1985 relating to small companies.

Approved by the Director and signed on.



B. McRobb
Director

ADENSTONE LIMITED**PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 30th NOVEMBER 2002**

	Note	£	2002 £	£	2001 £
TURNOVER	1		605,928		448,298
Cost of Sales			<u>395,294</u>		<u>280,054</u>
GROSS PROFIT			210,634		168,244
Administration Costs			<u>202,176</u>		<u>162,836</u>
OPERATING PROFIT			8,458		5,408
Interest Payable			<u>6,364</u>		<u>8,387</u>
PROFIT/ (LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION			2,094		(2,979)
Tax on Profit on Ordinary Activities			<u>-</u>		<u>-</u>
RETAINED PROFIT/ (LOSS) FOR FINANCIAL YEAR			£ <u>2,094</u>		£ <u>(2,979)</u>

ADENSTONE LIMITED**BALANCE SHEET AS AT 30th NOVEMBER 2002**

	Notes	2002 £	2001 £
FIXED ASSETS		87,858	89,133
CURRENT ASSETS			
Stocks		60,985	48,661
Debtors	4	21,897	22,406
Cash at Hand		<u>4,759</u>	<u>4,921</u>
		87,641	75,988
CREDITORS: Amounts Falling Due Within One Year	5	<u>43,566</u>	<u>37,844</u>
NET CURRENT ASSETS		<u>44,075</u>	<u>38,144</u>
TOTAL ASSETS		131,933	127,277
LONG TERM LIABILITIES			
Term Loan		86,362	90,000
Directors Loan Account		<u>150,644</u>	<u>144,444</u>
		<u>237,006</u>	<u>234,444</u>
NET LIABILITIES		£ (105,073)	£ (107,167)
CAPITAL AND RESERVES			
Called up Share Capital	6	2	2
Profit and Loss Account		<u>(105,075)</u>	<u>(107,169)</u>
SHAREHOLDERS FUNDS		£ (105,073)	£ (107,167)

AUDIT EXEMPTION STATEMENT

For the year ended 30th November 2002 the company was entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985.

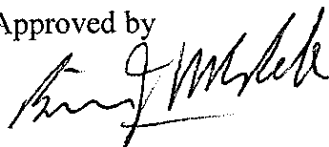
No notice has been deposited with the company under section 249B(2) of that Act requiring an audit to be carried out.

The director acknowledges his responsibility for:

- Ensuring that the company keeps accounting records in accordance with section 221 of the Companies Act 1985; and
- Preparing accounts 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 of the Companies Act 1985 and which otherwise comply with the accounting requirements of that Act relating to accounts, so far as applicable to the company.

These accounts have been prepared in accordance with the special provision of part VII of the Companies Act 1985, and Financial Reporting Standards For Smaller Entities relating to small companies.

Approved by



B. McRobb, Director

ADENSTONE LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30th NOVEMBER 2002

1. ACCOUNTING POLICIES

a) Basis of Accounting

The financial statements have been prepared under the historical convention and in accordance with the Financial Reporting Standard For Smaller Entities. The financial statements have been prepared on a going concern basis and the directors will continue to provide funds to meet the company liabilities

b) Turnover

Turnover comprises net income from pawnbroking and sale of goods.

c) Depreciation

Depreciation is calculated to write off the cost of revalued amount less estimated residual value of fixed assets on a straight line basis over their estimated useful lives.

d) Deferred taxation

Deferred taxation is provided on the liability method unless it can be reasonably demonstrated that no liability will arise in the foreseeable future.

e) Stocks

Stocks are stated at the lower of cost and net realisable value.

2. SEGMENTAL INFORMATION

The company operates in the UK and the whole of its turnover is to the UK market.

3. FIXED ASSETS

	Franchise	Property Improvements	Equipment	Total
Cost:	£	£	£	£
At 1 st October 2001	17,777	66,256	8,037	92,070
Additions in Year	—	—	—	—
At 30 th November 2002	£ <u>17,777</u>	£ <u>66,256</u>	£ <u>8,037</u>	£ <u>92,070</u>
Depreciation:				
At 1 st October 2001	-	-	2,937	2,937
Charge for Year	—	—	<u>1,275</u>	<u>1,275</u>
At 30 th November 2002	£ —	£ —	£ <u>4,212</u>	£ <u>4,212</u>
Net Book Value				
At 30 th November 2002	£ <u>17,777</u>	£ <u>66,256</u>	£ <u>3,825</u>	£ <u>87,858</u>
At 30 th November 2001	£ <u>17,777</u>	£ <u>66,256</u>	£ <u>5,100</u>	£ <u>89,133</u>

4. DEBTORS

	2002 £	2001 £
VAT	2,340	92
Due from Cash Converters	505	740
Lay By Debtors	8,004	9,488
Buy Back Debtors	<u>11,048</u>	<u>12,126</u>
	£ <u>21,897</u>	£ <u>22,406</u>

ADENSTONE LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30th NOVEMBER 2002

5. CREDITORS: Amounts Due Within One Year

	2002	2001
	£	£
Bank Overdraft	24,648	17,292
Trade Creditors	16,594	19,146
Accruals	400	400
PAYE Creditor	<u>1,924</u>	<u>1,006</u>
	£ <u>43,566</u>	£ <u>37,844</u>

6. CALLED UP SHARE CAPITAL

	2002	2001
	£	£
Authorised:		
Ordinary Shares of £1 Each	£ <u>1,000</u>	£ <u>1,000</u>
Allotted and Fully Paid:		
Ordinary Shares of £1 Each	£ <u>2</u>	£ <u>2</u>

ADENSTONE LIMITED**DETAILED PROFIT AND LOSS ACCOUNT**
FOR THE YEAR ENDED 30th NOVEMBER 2002

	2002		2001	
SALES	£	£	£	£
Trade Sales		107,959		24,210
Second Hand Goods		189,083		189,439
Cheque Cashing Commission		12,120		13,876
Buy Backs Repaid		127,198		99,497
Buy Back Interest		40,129		30,947
Lay by's		70,021		66,245
PLS		<u>72,155</u>		<u>46,757</u>
		618,665		470,971
Less: Refunds		<u>(12,737)</u>		<u>(22,673)</u>
		605,928		448,298
COST OF SALES				
Opening Stock	48,661		51,849	
Second Hand Goods	106,469		100,827	
Buy Backs	181,572		135,270	
Purchases	118,265		36,841	
Cheque Cashing Fees	<u>1,312</u>		<u>3,928</u>	
	456,279		328,715	
Less: Closing Stock	<u>60,985</u>		<u>48,661</u>	
		<u>395,294</u>		<u>280,054</u>
GROSS PROFIT		210,634		168,244
OVERHEADS				
Directors Remuneration	10,000		10,000	
Wages and National Insurance	81,171		57,952	
Rent	30,000		30,000	
Rates	21,910		13,681	
Advertising	11,635		8,464	
Legal Fees	789		124	
Insurance	9,523		9,921	
Training	173		2,688	
Travel	184		170	
Stationary	1,221		1,344	
Bank Charges	5,277		3,742	
Repairs	2,032		1,731	
Franchise Fees	17,059		14,570	
Heat and Light	6,489		3,394	
Telephone	944		802	
Depreciation	1,275		1,275	
Licences	-		235	
General Expenses	-		306	
Publications	159		239	
Accountancy	400		400	
Computer Expenses	<u>1,935</u>		<u>1,798</u>	
		<u>202,176</u>		<u>162,836</u>
PROFIT BEFORE INTEREST		£ <u>8,458</u>		£ <u>5,408</u>