

ADENSTONE LIMITED

STATEMENT OF ACCOUNTS

FOR THE YEAR ENDED

30TH NOVEMBER 2003



SCT SZ3UIWQI 0202
COMPANIES HOUSE 02/07/04

Lesley MacDonald
Chartered Accountant
12 Allardice Street
Stonehaven
AB39 2BQ

ADENSTONE LIMITED

REPORT OF THE DIRECTORS

FINANCIAL STATEMENTS

The director submits his report and the company's accounts for the year ended 30th November 2003.

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 year. 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 2003	30 th November 2002
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. 24th June 2004.



B. McRobb
Director

ADENSTONE LIMITED**PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 30th NOVEMBER 2003**

	Note	2003 £	2002 £
TURNOVER	1	895,770	605,928
Cost of Sales		<u>653,785</u>	<u>395,294</u>
GROSS PROFIT		241,985	210,634
Administration Costs		<u>237,651</u>	<u>202,176</u>
OPERATING PROFIT		4,334	8,458
Interest Payable		<u>6,778</u>	<u>6,364</u>
(LOSS)/ PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(2,444)	2,094
Tax on Loss on Ordinary Activities		—	—
RETAINED (LOSS)/ PROFIT FOR FINANCIAL YEAR		£ <u>(2,444)</u>	£ <u>2,094</u>

ADENSTONE LIMITED**BALANCE SHEET AS AT 30th NOVEMBER 2003**

	Notes	2003 £	2002 £
FIXED ASSETS		90,080	87,858
CURRENT ASSETS			
Stocks		94,234	60,985
Debtors	4	52,435	21,897
Cash at Hand		<u>4,810</u>	<u>4,759</u>
		151,479	87,641
CREDITORS: Amounts Falling Due Within One Year	5	<u>101,619</u>	<u>43,566</u>
NET CURRENT ASSETS		<u>49,860</u>	<u>44,075</u>
TOTAL ASSETS		139,940	131,933
LONG TERM LIABILITIES			
Term Loan		75,832	86,362
Directors Loan Account		<u>171,625</u>	<u>150,644</u>
		<u>247,457</u>	<u>237,006</u>
NET LIABILITIES		£ (107,517)	£ (105,073)
CAPITAL AND RESERVES			
Called up Share Capital	6	2	2
Profit and Loss Account		(107,519)	(105,075)
SHAREHOLDERS FUNDS		£ (107,517)	£ (105,073)

AUDIT EXEMPTION STATEMENT

For the year ended 30th November 2003 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.

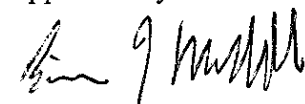
No notice has been deposited with the company under section 249B(2) of that Act requiring an audit to be carried out.

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 2003

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 2002	17,777	66,256	8,037	92,070
Additions in Year	<u>-</u>	<u>1,157</u>	<u>2,695</u>	<u>3,582</u>
At 30 th November 2003	£ <u>17,777</u>	£ <u>67,413</u>	£ <u>10,732</u>	£ <u>95,922</u>
Depreciation:				
At 1 st October 2002	-	-	4,212	4,212
Charge for Year	<u>-</u>	<u>-</u>	<u>1,630</u>	<u>1,630</u>
At 30 th November 2003	£ <u>-</u>	£ <u>-</u>	£ <u>5,842</u>	£ <u>5,842</u>
Net Book Value				
At 30 th November 2002	£ <u>17,777</u>	£ <u>67,413</u>	£ <u>4,890</u>	£ <u>90,080</u>
At 30 th November 2003	£ <u>17,777</u>	£ <u>66,256</u>	£ <u>3,825</u>	£ <u>87,858</u>

4. DEBTORS

	2003 £	2002 £
VAT	4,111	2,340
Due from Cash Converters	17,996	505
Lay By Debtors	15,190	8,004
Buy Back Debtors	<u>15,138</u>	<u>11,048</u>
	£ <u>52,435</u>	£ <u>21,897</u>

ADENSTONE LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30th NOVEMBER 2003

5. CREDITORS: Amounts Due Within One Year

	2003	2002
	£	£
Bank Overdraft	13,916	24,648
Trade Creditors	85,328	16,594
Accruals	400	400
PAYE Creditor	<u>1,975</u>	<u>1,924</u>
	£ <u>101,619</u>	£ <u>43,566</u>

6. CALLED UP SHARE CAPITAL

	2003	2002
	£	£
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 2003

	2003		2002	
SALES	£	£	£	£
Trade Sales		208,251		107,959
Second Hand Goods		223,592		189,083
Cheque Cashing Commission		40,052		12,120
Buy Backs Repaid		182,757		127,198
Buy Back Interest		55,562		40,129
Lay by's		119,616		70,021
PLS		77,539		72,155
Other		<u>12,336</u>		<u>-</u>
		919,705		618,665
Less: Refunds and Credit Notes Cashed		<u>(23,935)</u>		<u>(12,737)</u>
		895,770		605,928
COST OF SALES				
Opening Stock	60,985		48,661	
Second Hand Goods	139,077		106,469	
Buy Backs	239,318		181,572	
Purchases (Tradebuys)	306,361		118,265	
Cheque Cashing Fees	<u>2,278</u>		<u>1,312</u>	
	748,019		456,279	
Less: Closing Stock	<u>94,234</u>		<u>60,985</u>	
		<u>653,785</u>		<u>395,294</u>
GROSS PROFIT		241,985		210,634
OVERHEADS				
Directors Remuneration	10,000		10,000	
Wages and National Insurance	115,117		81,171	
Rent	30,332		30,000	
Rates	20,707		21,910	
Advertising	13,262		11,635	
Licence and Registration Fees	562		789	
Insurance	3,364		9,523	
Training	305		173	
Travel	-		184	
Stationary	2,456		1,221	
Bank Charges	6,460		5,277	
Repairs	4,514		2,032	
Franchise Fees	17,750		17,059	
Heat and Light	7,292		6,489	
Telephone	1,057		944	
Depreciation	1,630		1,275	
General Expenses	-		159	
Accountancy	400		400	
Computer Expenses	<u>2,443</u>		<u>1,935</u>	
		<u>237,651</u>		<u>202,176</u>
PROFIT BEFORE INTEREST	£	<u>4,334</u>	£	<u>8,458</u>