

ADENSTONE LIMITED

STATEMENT OF ACCOUNTS

FOR THE YEAR ENDED
30TH NOVEMBER 2004

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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 2004.

STATEMENT OF DIRECTORS RESPONSIBILITIES

Company law requires the director to prepare financial statements for each financial year, 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 2004	30 th November 2003
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 2004**

	Note	2004 £	2003 £
TURNOVER	1	886,843	895,770
Cost of Sales		<u>617,732</u>	<u>653,785</u>
GROSS PROFIT		269,111	241,985
Administration Costs		<u>254,932</u>	<u>237,651</u>
OPERATING PROFIT		14,179	4,334
Interest Receivable		(24)	-
Interest Payable		<u>5,496</u>	<u>6,778</u>
PROFIT/ (LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		8,707	(2,444)
Tax on Loss on Ordinary Activities		—	—
RETAINED PROFIT/ (LOSS) FOR FINANCIAL YEAR		£ <u>8,707</u>	£ <u>(2,444)</u>

ADENSTONE LIMITED**BALANCE SHEET AS AT 30th NOVEMBER 2004**

	Notes	£	2004	£	£	2003	£
FIXED ASSETS				88,860			90,080
CURRENT ASSETS							
Stocks		67,567			94,234		
Debtors	4	43,248			52,435		
Cash at Hand		<u>4,597</u>			<u>4,810</u>		
			115,412		151,479		
CREDITORS: Amounts Falling Due Within One Year	5	<u>63,755</u>			<u>101,619</u>		
NET CURRENT ASSETS				<u>51,657</u>			<u>49,860</u>
TOTAL ASSETS				140,517			139,940
LONG TERM LIABILITIES							
Term Loan		64,700			75,832		
Directors Loan Account		<u>174,627</u>			<u>171,625</u>		
				<u>239,327</u>			<u>247,457</u>
NET LIABILITIES				£ <u>(98,810)</u>			£ <u>(107,517)</u>
CAPITAL AND RESERVES							
Called up Share Capital	6			2			2
Profit and Loss Account				<u>(98,812)</u>			<u>(107,519)</u>
SHAREHOLDERS FUNDS				£ <u>(98,810)</u>			£ <u>(107,517)</u>

AUDIT EXEMPTION STATEMENT

For the year ended 30th November 2004 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.

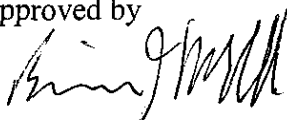
No notice has been deposited with the company under section 249B(2) of that Act requiring an audit to be carried out.

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

 18/9/2005

B. McRobb, Director

ADENSTONE LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30th NOVEMBER 2004

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 2003	17,777	67,413	10,732	95,922
Additions in Year	—	—	—	—
At 30 th November 2004	£ <u>17,777</u>	£ <u>67,413</u>	£ <u>10,732</u>	£ <u>95,922</u>
Depreciation:				
At 1 st October 2003	-	-	5,842	5,842
Charge for Year	—	—	<u>1,220</u>	<u>1,220</u>
At 30 th November 2004	£ <u>—</u>	£ <u>—</u>	£ <u>7,062</u>	£ <u>7,062</u>
Net Book Value				
At 30 th November 2004	£ <u>17,777</u>	£ <u>67,413</u>	£ <u>3,670</u>	£ <u>88,860</u>
At 30 th November 2003	£ <u>17,777</u>	£ <u>67,413</u>	£ <u>4,890</u>	£ <u>90,080</u>

4. DEBTORS

	2004 £	2003 £
VAT	-	4,111
Due from Cash Converters	14,345	17,996
Lay By Debtors	17,664	15,190
Buy Back Debtors	<u>11,239</u>	<u>15,138</u>
	£ <u>43,248</u>	£ <u>52,435</u>

ADENSTONE LIMITED**NOTES TO THE ACCOUNTS****FOR THE YEAR ENDED 30th NOVEMBER 2004****5. CREDITORS: Amounts Due Within One Year**

	2004	2003
	£	£
Bank Overdraft	11,126	13,916
Trade Creditors	48,412	85,328
Accruals	400	400
PAYE Creditor	2,625	1,975
VAT	<u>1,192</u>	<u>-</u>
	£ <u>63,755</u>	£ <u>101,619</u>

6. CALLED UP SHARE CAPITAL

	2004	2003
	£	£
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 2004

	2004		2003	
SALES	£	£	£	£
Trade Sales		150,156		208,251
Second Hand Goods		248,594		223,592
Cheque Cashing Commission		53,058		40,052
Buy Backs Repaid		198,011		182,757
Buy Back Interest		62,697		55,562
Lay by's		117,366		119,616
PLS		76,600		77,539
Other		<u>-</u>		<u>12,336</u>
		906,482		919,705
Less: Refunds and Credit Notes Cashed		<u>(19,639)</u>		<u>(23,935)</u>
		886,843		895,770
COST OF SALES				
Opening Stock	94,234		60,985	
Second Hand Goods	121,704		139,077	
Buy Backs	268,791		239,318	
Purchases (Tradebuys)	197,174		306,361	
Cheque Cashing Fees	<u>3,396</u>		<u>2,278</u>	
	685,299		748,019	
Less: Closing Stock	<u>67,567</u>		<u>94,234</u>	
		<u>617,732</u>		<u>653,785</u>
GROSS PROFIT		269,111		241,985
OVERHEADS				
Directors Remuneration	20,000		10,000	
Wages and National Insurance	122,672		115,117	
Rent	30,000		30,332	
Rates	20,531		20,707	
Advertising	14,294		13,262	
Licence and Registration Fees	2,705		562	
Insurance	3,954		3,364	
Security	437		-	
Travel and Training	656		305	
Stationary	2,945		2,456	
Bank Charges	5,385		6,460	
Repairs and Cleaning	2,751		4,514	
Franchise Fees	18,982		17,750	
Heat and Light	5,808		7,292	
Telephone	1,367		1,057	
Depreciation	1,220		1,630	
Accountancy	400		400	
Computer Expenses	<u>825</u>		<u>2,443</u>	
		<u>254,932</u>		<u>237,651</u>
PROFIT BEFORE INTEREST		£ <u>14,179</u>		£ <u>4,334</u>