

ADENSTONE LIMITED

STATEMENT OF ACCOUNTS

FOR THE YEAR ENDED
30TH NOVEMBER 2005



Lesley MacDonald
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 2005.

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.

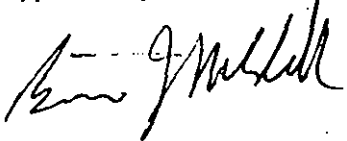
DIRECTOR

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 2005	30 th November 2004
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 2005**

	Note	2005 £	2004 £
TURNOVER	1	886,941	886,843
Cost of Sales		<u>567,522</u>	<u>617,732</u>
GROSS PROFIT		319,419	269,111
Administration Costs		<u>270,367</u>	<u>254,932</u>
OPERATING PROFIT		49,052	14,179
Interest Receivable		(6)	(24)
Interest Payable		<u>4,774</u>	<u>5,496</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		44,284	8,707
Tax on Profit on Ordinary Activities		-	-
RETAINED PROFIT FOR YEAR		44,284	8,707
Retained (Loss) Brought Forward		<u>(98,812)</u>	<u>(107,519)</u>
RETAINED (LOSS) CARRIED FORWARD		£ <u>(54,528)</u>	£ <u>(98,812)</u>

ADENSTONE LIMITED**BALANCE SHEET AS AT 30th NOVEMBER 2005**

	Notes	2005 £	2004 £
FIXED ASSETS		87,950	88,860
CURRENT ASSETS			
Stocks		74,695	67,567
Debtors	4	57,712	43,248
Cash at Bank and on Hand		<u>11,649</u>	<u>4,597</u>
		144,056	115,412
CREDITORS: Amounts Falling Due Within One Year	5	<u>55,710</u>	<u>63,755</u>
NET CURRENT ASSETS		<u>88,346</u>	<u>51,657</u>
TOTAL ASSETS		176,296	140,517
LONG TERM LIABILITIES			
Term Loan		53,196	64,700
Directors Loan Account		<u>177,626</u>	<u>174,627</u>
		<u>230,822</u>	<u>239,327</u>
NET LIABILITIES		£ <u>(54,526)</u>	£ <u>(98,810)</u>
CAPITAL AND RESERVES			
Called up Share Capital	6	2	2
Profit and Loss Account		<u>(54,528)</u>	<u>(98,812)</u>
SHAREHOLDERS FUNDS		£ <u>(54,526)</u>	£ <u>(98,810)</u>

AUDIT EXEMPTION STATEMENT

For the year ended 30th November 2005 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.

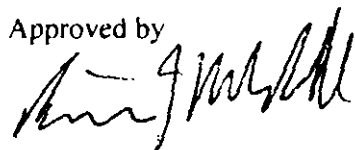
No notice has been deposited with the company under section 249B(2) of that Act requiring an audit to be carried out.

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 2005

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 December 2004	17,777	67,413	10,732	95,922
Additions in Year	—	—	—	—
At 30 th November 2005	£ 17,777	£ 67,413	£ 10,732	£ 95,922
Depreciation:				
At 1 st December 2004	-	-	7,062	7,062
Charge for Year	—	—	910	910
At 30 th November 2005	£ —	£ —	£ 7,972	£ 7,972
Net Book Value				
At 30 th November 2005	£ 17,777	£ 67,413	£ 2,760	£ 87,950
At 30 th November 2004	£ 17,777	£ 67,413	£ 3,670	£ 88,860

4. DEBTORS

	2005	2004
	£	£
Due from Cash Converters	12,255	14,345
Lay By Debtors	14,452	17,664
Buy Back Debtors	31,005	11,239
	£ 57,712	£ 43,248

ADENSTONE LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30th NOVEMBER 2005

5. CREDITORS: Amounts Due Within One Year

	2005	2004
	£	£
Bank Overdraft	17,946	11,126
Trade Creditors	32,561	48,412
Accruals	400	400
PAYE Creditor	3,224	2,625
VAT	<u>1,579</u>	<u>1,192</u>
	£ <u>55,710</u>	£ <u>63,755</u>

6. CALLED UP SHARE CAPITAL

	2005	2004
	£	£
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 2005**

	2005		2004	
SALES	£	£	£	£
Trade Sales and Second Hand Goods		472,105		398,750
Cheque Cashing Commission		62,271		53,058
Buy Backs Repaid		207,142		198,011
Buy Back Interest		87,242		62,697
Lay by's		91,841		117,366
PLS		<u>-</u>		<u>76,600</u>
		920,601		906,482
Less: Refunds and Credit Notes Cashed		<u>(33,660)</u>		<u>(19,639)</u>
		886,941		886,843
COST OF SALES				
Opening Stock	67,567		94,234	
Second Hand Goods	112,696		121,704	
Buy Backs	302,434		268,791	
Purchases (Tradebuys)	155,887		197,174	
Cheque Cashing Fees	<u>3,633</u>		<u>3,396</u>	
	642,217		685,299	
Less: Closing Stock	<u>74,695</u>		<u>67,567</u>	
		<u>567,522</u>		<u>617,732</u>
GROSS PROFIT		319,419		269,111
OVERHEADS				
Directors Remuneration	20,000		20,000	
Wages and National Insurance	134,522		122,672	
Rent	34,450		30,000	
Rates	19,573		20,531	
Advertising	15,802		14,294	
Licence and Registration Fees	1,107		2,705	
Insurance	3,228		3,954	
Security	-		437	
Travel and Training	45		656	
Stationary and Postage	2,170		2,945	
Bank Charges	6,031		5,385	
Repairs and Cleaning	3,256		2,751	
Franchise Fees	19,720		18,982	
Heat and Light	5,409		5,808	
Telephone	1,177		1,367	
Depreciation	910		1,220	
Accountancy	400		400	
Computer Expenses	2,124		825	
General Expenses	<u>443</u>		<u>-</u>	
		<u>270,367</u>		<u>254,932</u>
PROFIT BEFORE INTEREST		£ <u>49,052</u>		£ <u>14,179</u>