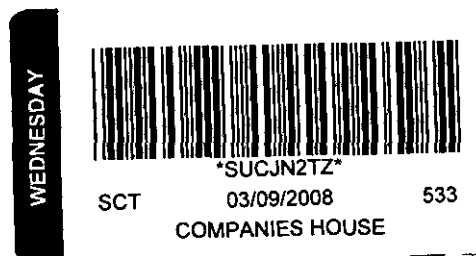


**ADENSTONE LIMITED**

**STATEMENT OF ACCOUNTS**

**FOR THE YEAR ENDED**  
**30<sup>TH</sup> NOVEMBER 2007**



MacDonald Accountancy Services  
Office 1  
Arduathie Business Centre  
Stonehaven  
AB39 2NH

# **ADENSTONE LIMITED**

## **REPORT OF THE DIRECTORS**

### **FINANCIAL STATEMENTS**

The director submits his report and the company's accounts for the year ended 30<sup>th</sup> November 2007

### **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 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 is 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 <sup>th</sup> November 2007 | 30 <sup>th</sup> November 2006 |
| 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

 31/8/8

B McRobb  
Director

**ADENSTONE LIMITED****PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 30<sup>th</sup> NOVEMBER 2007**

|                                                          | Note | 2007<br>£       | 2006<br>£        |
|----------------------------------------------------------|------|-----------------|------------------|
| <b>TURNOVER</b>                                          | 1    | 1,009,077       | 965,272          |
| Cost of Sales                                            |      | <u>662,499</u>  | <u>629,417</u>   |
| <b>GROSS PROFIT</b>                                      |      | 346,578         | 335,855          |
| Administration Costs                                     |      | <u>307,714</u>  | <u>281,791</u>   |
| <b>OPERATING PROFIT</b>                                  |      | 38,864          | 54,064           |
| Interest Receivable                                      |      | (179)           | (39)             |
| Interest Payable                                         |      | <u>3,903</u>    | <u>3,210</u>     |
| <b>PROFIT ON ORDINARY<br/>ACTIVITIES BEFORE TAXATION</b> |      | 35,140          | 50,893           |
| Tax on Profit on Ordinary Activities                     |      | <u>5,414</u>    | —                |
| <b>RETAINED PROFIT FOR YEAR</b>                          |      | 29,726          | 50,893           |
| Retained (Loss) Brought Forward                          |      | <u>(3,635)</u>  | <u>(54,528)</u>  |
| <b>RETAINED PROFIT/ (LOSS) CARRIED FORWARD</b>           |      | £ <u>26,091</u> | £ <u>(3,635)</u> |

**ADENSTONE LIMITED****BALANCE SHEET AS AT 30<sup>th</sup> NOVEMBER 2007**

|                                                       |       | 2007           |                 | 2006           |                  |
|-------------------------------------------------------|-------|----------------|-----------------|----------------|------------------|
|                                                       | Notes | £              | £               | £              | £                |
| <b>FIXED ASSETS</b>                                   | 3     |                | 86,750          |                | 87,260           |
| <b>CURRENT ASSETS</b>                                 |       |                |                 |                |                  |
| Stocks                                                |       | 88,345         |                 | 80,245         |                  |
| Debtors                                               | 4     | 57,742         |                 | 83,315         |                  |
| Cash at Bank and on Hand                              |       | <u>46,416</u>  |                 | <u>13,240</u>  |                  |
|                                                       |       | 192,503        |                 | 176,800        |                  |
| <b>CREDITORS: Amounts Falling Due Within One Year</b> | 5     | <u>45,059</u>  |                 | <u>46,400</u>  |                  |
| <b>NET CURRENT ASSETS</b>                             |       |                | <u>147,444</u>  |                | <u>136,400</u>   |
| <b>TOTAL ASSETS</b>                                   |       |                | 234,194         |                | 217,660          |
| <b>LONG TERM LIABILITIES</b>                          |       |                |                 |                |                  |
| Term Loan                                             |       | 27,476         |                 | 40,668         |                  |
| Directors Loan Account                                |       | <u>180,625</u> |                 | <u>180,625</u> |                  |
|                                                       |       |                | <u>208,101</u>  |                | <u>221,293</u>   |
| <b>NET ASSETS/ (LIABILITIES)</b>                      |       |                | £ <u>26,093</u> |                | £ <u>(3,633)</u> |
| <b>CAPITAL AND RESERVES</b>                           |       |                |                 |                |                  |
| Called up Share Capital                               | 6     |                | 2               |                | 2                |
| Profit and Loss Account                               |       |                | <u>26,091</u>   |                | <u>(3,633)</u>   |
| <b>SHAREHOLDERS FUNDS</b>                             |       |                | £ <u>26,093</u> |                | £ <u>(3,633)</u> |

**AUDIT EXEMPTION STATEMENT**

For the year ended 30<sup>th</sup> November 2007 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

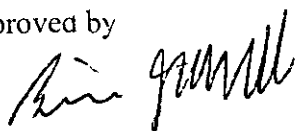
No notice has been deposited with the company under section 249B(2) of that Act requiring an audit to be carried out

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

 31/8/8

B McRobb Director

# ADENSTONE LIMITED

## NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30<sup>th</sup> NOVEMBER 2007

### 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<br>Improvements | Equipment       | Total           |
|-----------------------------------|-----------------|--------------------------|-----------------|-----------------|
| <b>Cost:</b>                      | £               | £                        | £               | £               |
| At 1 <sup>st</sup> December 2006  | 17,777          | 67,413                   | 10,732          | 95,922          |
| Additions in Year                 | —               | —                        | —               | —               |
| At 30 <sup>th</sup> November 2007 | £ <u>17,777</u> | £ <u>67,413</u>          | £ <u>10,732</u> | £ <u>95,922</u> |
| <b>Depreciation:</b>              |                 |                          |                 |                 |
| At 1 <sup>st</sup> December 2006  |                 |                          | 8,662           | 8,662           |
| Charge for Year                   | —               | —                        | <u>510</u>      | <u>510</u>      |
| At 30 <sup>th</sup> November 2007 | £ —             | £ —                      | £ <u>9,172</u>  | £ <u>9,172</u>  |
| <b>Net Book Value</b>             |                 |                          |                 |                 |
| At 30 <sup>th</sup> November 2006 | £ <u>17,777</u> | £ <u>67,413</u>          | £ <u>1,560</u>  | £ <u>86,750</u> |
| At 30 <sup>th</sup> November 2007 | £ <u>17,777</u> | £ <u>67,413</u>          | £ <u>2,070</u>  | £ <u>87,260</u> |

### 4. DEBTORS

|                  | 2007<br>£       | 2006<br>£       |
|------------------|-----------------|-----------------|
| Other Debtors    |                 | 15,207          |
| Lay By Debtors   | 19,358          | 18,664          |
| Buy Back Debtors | <u>38,384</u>   | <u>49,453</u>   |
|                  | £ <u>57,742</u> | £ <u>83,315</u> |

**ADENSTONE LIMITED**

**NOTES TO THE ACCOUNTS**

**FOR THE YEAR ENDED 30<sup>th</sup> NOVEMBER 2007**

**5. CREDITORS: Amounts Due Within One Year**

|                 | 2007            | 2008            |
|-----------------|-----------------|-----------------|
|                 | £               | £               |
| Corporation Tax | 5,414           |                 |
| Bank Overdraft  | 17,072          | 16,850          |
| Trade Creditors | 11,857          | 23,125          |
| Accruals        | 450             | 400             |
| Other Creditors | 2,197           |                 |
| PAYE Creditor   | 3,835           | 2,794           |
| VAT             | <u>4,234</u>    | <u>3,231</u>    |
|                 | £ <u>45,059</u> | £ <u>46,400</u> |

**6. CALLED UP SHARE CAPITAL**

|                                 | 2007           | 2006           |
|---------------------------------|----------------|----------------|
|                                 | £              | £              |
| <b>Authorised:</b>              |                |                |
| Ordinary Shares of £1 Each      | £ <u>1,000</u> | £ <u>1,000</u> |
| <b>Allotted and Fully Paid:</b> |                |                |
| Ordinary Shares of £1 Each      | £ <u>2</u>     | £ <u>2</u>     |

**ADENSTONE LIMITED****DETAILED PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 30<sup>th</sup> NOVEMBER 2007**

|                                      | 2007          |                 | 2006          |                 |
|--------------------------------------|---------------|-----------------|---------------|-----------------|
|                                      | £             | £               | £             | £               |
| <b>SALES</b>                         |               |                 |               |                 |
| Trade Sales and Second Hand Goods    |               | 533,983         |               | 513,321         |
| Cheque Cashing and Other Commission  |               | 56,392          |               | 55,331          |
| Buy Backs Repaid                     |               | 252,528         |               | 250,965         |
| Buy Back Interest                    |               | 127,633         |               | 106,732         |
| Lay by's                             |               | <u>90,708</u>   |               | <u>94,859</u>   |
|                                      |               | 1,061,244       |               | 1,021,208       |
| Less Refunds and Credit Notes Cashed |               | <u>(52,167)</u> |               | <u>(55,936)</u> |
|                                      |               | 1,009,077       |               | 965,272         |
| <b>COST OF SALES</b>                 |               |                 |               |                 |
| Opening Stock                        | 80,245        |                 | 74,695        |                 |
| Second Hand Goods/ Buy Backs         | 569,073       |                 | 509,596       |                 |
| Purchases (Tradebuys)                | 95,290        |                 | 119,224       |                 |
| Cheque Cashing Fees/ Commissions     | <u>6,236</u>  |                 | <u>6,147</u>  |                 |
|                                      | 750,844       |                 | 709,662       |                 |
| Less Closing Stock                   | <u>88,345</u> |                 | <u>80,245</u> |                 |
|                                      |               | <u>662,499</u>  |               | <u>629,417</u>  |
| <b>GROSS PROFIT</b>                  |               | 346,578         |               | 335,855         |
| <b>OVERHEADS</b>                     |               |                 |               |                 |
| Directors Remuneration               | 20,000        |                 | 20,000        |                 |
| Wages and National Insurance         | 154,015       |                 | 148,973       |                 |
| Rent                                 | 33,000        |                 | 33,000        |                 |
| Rates                                | 18,339        |                 | 19,095        |                 |
| Advertising                          | 16,477        |                 | 12,861        |                 |
| Insurance                            | 2,631         |                 | 1,796         |                 |
| Travel and Training                  | 1,733         |                 | 647           |                 |
| Stationary and Postage               | 3,951         |                 | 2,748         |                 |
| Bank Charges                         | 4,544         |                 | 4,273         |                 |
| Repairs and Cleaning                 | 14,376        |                 | 5,198         |                 |
| Franchise Fees                       | 20,744        |                 | 20,213        |                 |
| Heat and Light                       | 7,454         |                 | 7,034         |                 |
| Telephone                            | 1,329         |                 | 1,237         |                 |
| Depreciation                         | 510           |                 | 690           |                 |
| Accountancy and Legal Fees           | 2,076         |                 | 1,093         |                 |
| Computer Expenses                    | 5,286         |                 | 2,933         |                 |
| General Expenses                     | <u>1,249</u>  |                 |               |                 |
|                                      |               | <u>307,714</u>  |               | <u>281,791</u>  |
| <b>PROFIT BEFORE INTEREST</b>        |               | £ <u>38,864</u> |               | £ <u>54,064</u> |