

Company Registration No. 02219663 (England and Wales)

AVONSWORD LIMITED
DIRECTOR'S REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2011

TUESDAY



A11DAZN2

A54

29/11/2011

272

COMPANIES HOUSE

AVONSWORD LIMITED

COMPANY INFORMATION

Director	L I Isaacson
Company number	02219663
Registered office	5 Chalcot Crescent London NW1 8YE
Accountants	Greenback Alan LLP 11 Raven Wharf Lafone Street London SE1 2LR
Bankers	Barclays Bank Plc

AVONSWORD LIMITED

CONTENTS

	Page
Director's report	1
Accountants' report	2
Profit and loss account	3
Balance sheet	4
Notes to the financial statements	5 - 7

AVONSWORD LIMITED

DIRECTOR'S REPORT

FOR THE YEAR ENDED 31 JULY 2011

The director presents his report and financial statements for the year ended 31 July 2011

Principal activities

The principal activity of the company is the acquisition, improvement and operation of freehold property at Monte da Palmeira, Algarve, Portugal

Director

The following director has held office since 1 August 2010

L I Isaacson

Statement of director's responsibilities

The director is responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company 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 accounting estimates that are reasonable and prudent,
- 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 adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies Act 2006. 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

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006

On behalf of the board



L I Isaacson

Director

18 November 2011

AVONSWORD LIMITED

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF AVONSWORD LIMITED FOR THE YEAR ENDED 31 JULY 2011

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Avonsword Limited for the year ended 31 July 2011 set out on pages 3 to 7 from the company's accounting records and from information and explanations you have given us

As a practising member firm of the Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at icaew.com/membershandbook

This report is made solely to the Board of Directors of Avonsword Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Avonsword Limited and state those matters that we have agreed to state to the Board of Directors of Avonsword Limited, as a body, in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Avonsword Limited and its Board of Directors as a body, for our work or for this report

It is your duty to ensure that Avonsword Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of Avonsword Limited. You consider that Avonsword Limited is exempt from the statutory audit requirement for the year

We have not been instructed to carry out an audit or a review of the financial statements of Avonsword Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements



Greenback Alan LLP

Chartered Accountants

18 November 2011

11 Raven Wharf
Lafone Street
London
SE1 2LR

AVONSWORD LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 JULY 2011

		2011	2010
	Notes	£	£
Turnover		13,137	13,987
Administrative expenses		(38,671)	(126,055)
		<hr/>	<hr/>
Loss on ordinary activities before taxation	2	(25,534)	(112,088)
Tax on loss on ordinary activities	3	-	-
		<hr/>	<hr/>
Loss for the year	7	<u>(25,534)</u>	<u>(112,088)</u>

AVONSWORD LIMITED

BALANCE SHEET

AS AT 31 JULY 2011

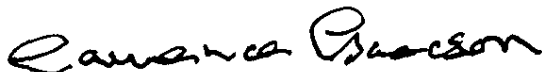
	Notes	2011 £	£	2010 £	£
Fixed assets					
Tangible assets	4		387,177		392,828
Current assets					
Cash at bank and in hand			100		676
Creditors, amounts falling due within one year	5	(419,564)		(400,257)	
Net current liabilities			(419,464)		(399,581)
Total assets less current liabilities			(32,287)		(6,753)
Capital and reserves					
Called up share capital	6		365,100		365,100
Profit and loss account	7		(397,387)		(371,853)
Shareholders' funds			(32,287)		(6,753)

For the financial year ended 31 July 2011 the company was entitled to exemption from audit under section 477 Companies Act 2006. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements under the requirements of the Companies Act 2006.

The director acknowledges his responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and for preparing financial statements 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 sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board for issue on 18 November 2011



L I Isaacson
Director

Company Registration No. 02219663

AVONSWORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2011

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

1.3 Turnover

Turnover comprises the invoiced value of lettings supplied by the company

1.4 Tangible fixed assets and depreciation

Freehold property and improvement expenditure are stated at cost in Euros and converted into Sterling at the rate of exchange in operation at the date on which the payment was made

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows

Land and buildings Freehold	1% reducing balance
Fixtures, fittings & equipment	10% reducing balance

1.5 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account

1.6 Going concern

The financial statements have been prepared on a going concern basis which assumes the continuation of the company's activities for the foreseeable future and the continued support of the director

2 Operating loss

	2011 £	2010 £
Operating loss is stated after charging		
Depreciation of tangible assets	5,651	5,901

3 Taxation

The company has estimated losses of £ 308,000 (2010 - £ 288,000) available for carry forward against future trading profits

AVONSWORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2011

4 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 August 2010 & at 31 July 2011	437,195	53,581	490,776
Depreciation			
At 1 August 2010	63,508	34,440	97,948
Charge for the year	3,737	1,914	5,651
At 31 July 2011	67,245	36,354	103,599
Net book value			
At 31 July 2011	369,950	17,227	387,177
At 31 July 2010	373,687	19,141	392,828

5 Creditors: amounts falling due within one year

	2011 £	2010 £
Other creditors	419,564	400,257

6 Share capital

	2011 £	2010 £
Allotted, called up and fully paid		
365,100 Ordinary shares of £1 each	365,100	365,100

7 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 August 2010	(371,853)
Loss for the year	(25,534)
Balance at 31 July 2011	(397,387)

AVONSWORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2011

8 Control

The company is controlled by L Isaacson, the director of the company, by virtue of his holding 100% of the company's issued share capital

9 Related party relationships and transactions

Other creditors includes an interest free loan of £ 419,230 (2010 - £ 387,651) from L Isaacson, sole director of the company. No date for repayment has been set