

Realism Limited  
Balance Sheet  
For the Year Ended October 31st 2007

	Notes	2007 £	2006 £
<u>FIXED ASSETS</u>			
Tangible Assets		750	1,000
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<u>CURRENT ASSETS</u>			
Debtors		-	-
Cash at Bank		27	565
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		27	565
<u>CURRENT LIABILITIES</u>			
Amounts falling due within one year:			
Creditors		(1,412)	(1,022)
		-----	-----
<u>NET CURRENT ASSETS</u>		1,439	1,587
		-----	-----
<u>TOTAL ASSETS LESS LIABILITIES</u>		2,189	2,587
		=====	=====
 <u>CAPITAL AND RESERVES</u>			
Called up Share Capital		400	400
Profit and Loss Account		1,789	2,187
		-----	-----
		2,189	2,587
		=====	=====

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.



Realism Limited  
Balance Sheet Continued  
For the Year Ended October 31st 2007

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The directors acknowledge their responsibilities for:

1. ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
2. 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 its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved by the directors on June 23rd 2008 and are signed on their behalf by:



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Mr. A. Onions

Realism Limited  
Notes to Financial Statements  
For the Year Ended October 31st 2007

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1. Accounting Policies

- (a) Historical Cost Convention  
These Accounts have been prepared under the historical cost convention which does not take account of the effects of inflation.
- (b) Turnover  
Turnover represents the net amount receivable for sales excluding value added tax.
- (c) Depreciation  
The plant and equipment have been depreciated at 25% on a reducing Basis.
- (d) Stocks  
Stocks and work in progress are stated at the lower of cost and estimated net realisable value.
- (e) Taxation  
The company has no corporation tax liability.
- (f) The company has taken advantage of the exemption in Financial Reporting Standard No1 from producing a cash flow statement on the grounds that it is a small company.

2. Tangible Fixed Assets

	Plant and Equipment
Cost or Valuation	14,556
Disposals	-
	-----
	14,556
	=====
Depreciation B/Fwd	13,556
Charge for the Year	250
Disposals	-
	-----
	13,806
	=====
Net Book Value at 31.10.07	750
	=====
Net Book Value at 31.10.06	1,000
	=====

3. Called up Share Capital

	<u>2007</u>	<u>2006</u>
	£	£
Authorised: 1,000 ordinary shares of £1 each	1000	1000
Issued: 400 ordinary shares of £1 each	400	400