



Accountants &
business advisers

ARC SCREEN PRINT LIMITED

Company Number: 2627528

YEAR ENDED 31 DECEMBER 2005



ARC SCREEN PRINT LIMITED

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ARC SCREEN PRINT LIMITED
DIRECTOR'S REPORT
YEAR ENDED 31 DECEMBER 2005

The director submits his report and the financial statements for the year ended 31 December 2005.

Results and dividends

The profit for the year, after taxation, amounted to **£NIL** (2004 - £354,819 loss).

Principal activity and review of the business

The principal activity of the company during the previous year was that of screen printers.

On 31 December 2004 the directors hived up its trade and net assets to its parent undertaking at their book values, from which date the company became dormant.

Director

The director who served during the year and his interest in the company's issued share capital at the balance sheet date and at the start of the was:

	Ordinary Shares of £1 each	
	31 December	31 August
	2005	2004
J W Liggins	1	1

J W Liggins is also a director of the ultimate parent undertaking, Clarity Gazebo Limited (formerly Clarity Group Limited), and his interests in the share capital of that company are reflected in its financial statements.

Basis of preparation

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board

J W Liggins
Director



**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
ARC SCREEN PRINT LIMITED**

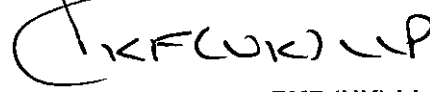
In accordance with the engagement letter dated 13 December 2005, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company for the year ended 31 December 2005 which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet for the year ended 31 December 2005 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. ~~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 financial statements.~~



PKF (UK) LLP

Birmingham, UK
30 October 2006

ARC SCREEN PRINT LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 DECEMBER 2005

	Notes	Year ended 31 December 2005 £	Sixteen Months Ended 31 December 2004 £
TURNOVER	2	-	936,188
Cost of sales		-	(693,233)
GROSS PROFIT		-	242,955
Distribution costs		-	(57,138)
Administrative expenses		-	(346,773)
OPERATING (LOSS)/PROFIT		-	(160,956)
Reorganisation and restructuring costs		-	(44,335)
Loss on disposal of fixed assets		-	(185,317)
Interest payable and similar charges		-	(526)
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		-	(391,134)
TAXATION		-	36,315
LOSS FOR THE FINANCIAL YEAR		-	(354,819)

All amounts relate to discontinued operations.

There were no recognised gains or losses for the period other than those included in the profit and loss account.

ARC SCREEN PRINT LIMITED

BALANCE SHEET
31 DECEMBER 2005

	Notes	31 December 2005 £	Sixteen Months to 31 December 2004 £
CREDITORS: amounts falling due within one year	4	(75,336)	(75,336)
NET CURRENT LIABILITIES		(75,336)	(75,336)
CAPITAL AND RESERVES			
Called up share capital	5	2	2
Profit and loss account		(75,338)	(75,338)
SHAREHOLDERS' FUNDS		(75,336)	(75,336)

The company is entitled to the exemption from audit conferred by subsection 1 of section 249A of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the year in question in accordance with subsection (2) of section 249B.

The director acknowledges his responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company 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 and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the board and authorised for issue on *27 October 2006*

Signed on behalf of the board of directors

J W Liggins

Director



ARC SCREEN PRINT LIMITED

NOTES TO THE YEAR ENDED 31 DECEMBER 2005

1 ACCOUNTING POLICIES

(a) Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

(b) Turnover

Turnover comprises the invoiced value of goods sold by the company, net of value added tax and trade discounts.

(c) Deferred taxation

Deferred tax is provided using the full provision method. Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. Deferred tax balances are not discounted.

Deferred tax assets are only recognised where they arise from timing differences where their recoverability in the short term is regarded as more likely than not.

2 OPERATING (LOSS)/PROFIT

a) The operating (loss)/profit is stated after charging:

	Year ended 31 December 2005 £	Sixteen months ended 31 August 2004 £
Depreciation of tangible fixed assets:		
- owned by the company	-	33,897
- held under finance lease or hire purchase contracts	-	6,920
Operating lease rentals:		
- other	-	47,900
	<u> </u>	<u> </u>

b) An exceptional charge of £NIL (2004: £44,335) relates to costs incurred on the cessation of the company's activities.

3 DIRECTOR'S EMOLUMENTS AND BENEFITS

The director was not a member of a company pension scheme.

4 CREDITORS

	31 December 2005 £	Sixteen Months 31 December 2004 £
Amounts falling due within one year		
Amounts owed to group undertakings	<u>75,336</u>	<u>75,336</u>

ARC SCREEN PRINT LIMITED

NOTES TO THE YEAR ENDED 31 DECEMBER 2005

5 SHARE CAPITAL

	Authorised	Allotted, called up and fully paid	
	£	No	£
At 1 September 2004 and 31 December 2005 Ordinary shares of £1 each	1,000	2	2

6 PARENT UNDERTAKINGS AND CONTROLLING PARTIES

The company is controlled by Clarity Gazebo Limited (formerly Clarity Group Limited).
In the opinion of the directors this is the company's ultimate parent company.
Clarity Gazebo Limited (formerly Clarity Group Limited) is ultimately controlled by J W Liggins.