

JACK ARMSTRONG & COMPANY LIMITED
UNAUDITED FINANCIAL STATEMENTS
YEAR ENDED
31 JANUARY 2007

Company Registration No. 2777353



LEVICKS
Chartered Accountants and Business Advisers

JACK ARMSTRONG & CO LTD

FINANCIAL STATEMENTS

YEAR ENDED 31 JANUARY 2007

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JACK ARMSTRONG & CO LTD

THE DIRECTOR'S REPORT

YEAR ENDED 31 JANUARY 2007

The director presents her report and the unaudited financial statements of the company for the year ended 31 January 2007

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the distribution of Ecoflow and Bioflow products

DIRECTOR

The director who served the company during the year was as follows

S Armstrong

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985

Registered office
61 London Road
Maidstone
Kent
ME16 8TX

Signed by order of the director



D STONES
Company Secretary

Approved by the director on 8/02/07

JACK ARMSTRONG & CO LTD**PROFIT AND LOSS ACCOUNT****YEAR ENDED 31 JANUARY 2007**

	Note	2007 £	2006 £
TURNOVER		7,087	8,703
Cost of sales		<u>5,274</u>	<u>6,499</u>
GROSS PROFIT		1,813	2,204
Distribution costs		14	—
Administrative expenses		11,508	10,719
Other operating income		<u>(12,165)</u>	<u>(10,113)</u>
OPERATING PROFIT	2	2,456	1,598
Interest receivable		20	26
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		2,476	1,624
Tax on profit on ordinary activities	3	3	—
PROFIT FOR THE FINANCIAL YEAR		<u>2,473</u>	<u>1,624</u>

JACK ARMSTRONG & CO LTD**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES****YEAR ENDED 31 JANUARY 2007**

	2007 £	2006 £
Profit for the financial year attributable to the shareholders	2,473	1,624
Total recognised gains and losses relating to the year	<u>2,473</u>	<u>1,624</u>
Prior year adjustment	<u>—</u>	<u>(4,207)</u>
Total gains and losses recognised since the last annual report	<u>2,473</u>	<u>(2,583)</u>

JACK ARMSTRONG & CO LTD**BALANCE SHEET****31 JANUARY 2007**

	Note	2007 £	£	2006 £	£
FIXED ASSETS					
Tangible assets	4		941		1,593
CURRENT ASSETS					
Stocks		465		486	
Debtors	5	2,125		1,270	
Cash at bank		669		534	
		<u>3,259</u>		<u>2,290</u>	
CREDITORS: Amounts falling due within one year	6	<u>22,743</u>		<u>24,899</u>	
NET CURRENT LIABILITIES			<u>(19,484)</u>		<u>(22,609)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(18,543)</u>		<u>(21,016)</u>
CAPITAL AND RESERVES					
Called-up equity share capital	8		5,000		5,000
Profit and loss account	9		<u>(23,543)</u>		<u>(26,016)</u>
DEFICIT			<u>(18,543)</u>		<u>(21,016)</u>

The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements 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

The director acknowledges her responsibility for

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) 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 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 January 2005)

These financial statements were approved and signed by the director and authorised for issue on

 8.10.07

S ARMSTRONG

JACK ARMSTRONG & CO LTD**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31 JANUARY 2007****1. ACCOUNTING POLICIES****Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion

Fixed assets

All fixed assets are initially recorded at cost

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Equipment	15% reducing balance
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Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities

2. OPERATING PROFIT

Operating profit is stated after charging

	2007	2006
	£	£
Director's emoluments	—	—
Depreciation of owned fixed assets	167	281
Loss on disposal of fixed assets	<u>485</u>	<u>—</u>

JACK ARMSTRONG & CO LTD
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 JANUARY 2007

3. TAXATION ON ORDINARY ACTIVITIES

	2007 £	2006 £
Current tax		
UK Corporation tax based on the results for the year	<u>3</u>	<u>-</u>
Total current tax	<u>3</u>	<u>-</u>

4. TANGIBLE FIXED ASSETS

	Equipment £
COST	
At 1 February 2006	2,381
Disposals	<u>(930)</u>
At 31 January 2007	<u>1,451</u>
DEPRECIATION	
At 1 February 2006	788
Charge for the year	167
On disposals	<u>(445)</u>
At 31 January 2007	<u>510</u>
NET BOOK VALUE	
At 31 January 2007	<u>941</u>
At 31 January 2006	<u>1,593</u>

5. DEBTORS

	2007 £	2006 £
Trade debtors	704	75
Other debtors	936	841
Prepayments and accrued income	<u>485</u>	<u>354</u>
	<u>2,125</u>	<u>1,270</u>

JACK ARMSTRONG & CO LTD**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31 JANUARY 2007****6. CREDITORS: Amounts falling due within one year**

	2007		2006	
	£	£	£	£
Trade creditors		2,343		3,331
Other creditors including taxation				
Corporation tax	3		—	
VAT	356		24	
Directors current accounts	18,490		17,223	
Other creditors	<u>1,551</u>		<u>4,321</u>	
		<u>20,400</u>		<u>21,568</u>
		<u>22,743</u>		<u>24,899</u>

7. RELATED PARTY TRANSACTIONS

The company was under the control of S Armstrong throughout the current and previous year as the managing director and shareholder

During the year to 31 January 2007 the director withdrew £500 (2006 - £1,000), paid £1,767 (2006 - £1,700) on behalf of the company, and had expenses paid by the company totalling £nil (2006 - £884) As at 31 January 2007 the company owed the director £18,490 (2006 - £17,223)

8. SHARE CAPITAL**Authorised share capital:**

	2007	2006
	£	£
1,000,000 Ordinary shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>

Allotted, called up and fully paid:

	2007	2006
	No	No
	£	£
Ordinary shares of £1 each	<u>5,000</u>	<u>5,000</u>
	<u>5,000</u>	<u>5,000</u>

9. PROFIT AND LOSS ACCOUNT

	2007	2006
	£	£
Balance brought forward as previously reported	(26,016)	(23,433)
Prior year adjustment	—	(4,207)
Balance brought forward restated	(26,016)	(27,640)
Profit for the financial year	<u>2,473</u>	<u>1,624</u>
Balance carried forward	<u>(23,543)</u>	<u>(26,016)</u>

JACK ARMSTRONG & CO LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 JANUARY 2007

10. GOING CONCERN

As at 31 January 2007 the company had net current liabilities of £19,484 and is therefore dependent on the continued support of its director. The company has traded profitably in the current year and it is anticipated that this will continue. The director therefore considers the company to be a going concern and the accounts have been prepared on that basis.

JACK ARMSTRONG & CO LTD
MANAGEMENT INFORMATION
YEAR ENDED 31 JANUARY 2007

The following pages do not form part of the statutory financial statements

JACK ARMSTRONG & CO LTD

CHARTERED ACCOUNTANTS AND BUSINESS ADVISERS' REPORT TO THE DIRECTOR ON THE UNAUDITED FINANCIAL STATEMENTS OF JACK ARMSTRONG & CO LTD

YEAR ENDED 31 JANUARY 2007

In accordance with our terms of engagement, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and Loss Account, Statement of Total Recognised Gains and Losses, 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 Director, 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 Director that we have done so, and state those matters that we have agreed to state to her 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 Director, 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 as at 31 January 2007 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.

**These financial statements have NOT yet been signed by the accountants.
The name and address of the accountants
has therefore been suppressed.**

DRAFT ACCOUNTS

JACK ARMSTRONG & CO LTD**DETAILED PROFIT AND LOSS ACCOUNT****YEAR ENDED 31 JANUARY 2007**

	2007		2006	
	£	£	£	£
TURNOVER		7,087		8,703
COST OF SALES				
Opening stock	486		626	
Purchases	<u>5,253</u>		<u>6,359</u>	
	5,739		6,985	
Closing stock	<u>(465)</u>		<u>(486)</u>	
		<u>5,274</u>		<u>6,499</u>
GROSS PROFIT		1,813		2,204
OVERHEADS				
Commissions paid	14		—	
Rent	1,680		1,680	
Insurance	55		73	
Repairs and maintenance	287		—	
Travel and subsistence	2,182		2,731	
Telephone	915		858	
Printing, stationery and postage	2,909		2,376	
General expenses	796		691	
Advertising	889		790	
Legal and professional fees	140		140	
Accountancy fees	780		770	
Depreciation	167		281	
Loss on disposal of fixed assets	485		—	
Bad debts written off	12		—	
Bank charges	<u>211</u>		<u>329</u>	
		<u>11,522</u>		<u>10,719</u>
		(9,709)		(8,515)
OTHER OPERATING INCOME				
Commissions receivable		<u>12,165</u>		<u>10,113</u>
OPERATING PROFIT		2,456		1,598
Bank interest receivable		<u>20</u>		<u>26</u>
PROFIT ON ORDINARY ACTIVITIES		<u>2,476</u>		<u>1,624</u>