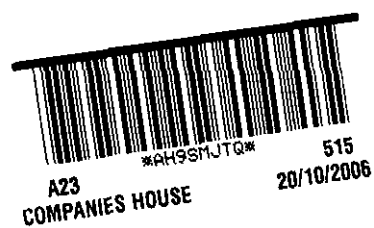


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ARADAN LIMITED  
DIRECTORS REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31 MARCH 2006

3121161

Ashley Associates



**ARADAN LIMITED**

**REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2006**

**DIRECTOR:** P. J. Hickey, Esq.

**SECRETARY:** Mrs E. P. Matthews

**REGISTERED ADDRESS:** Churchill Court  
58 Station Road  
North Harrow  
Middlesex HA2 7SA

**ACCOUNTANTS:** Ashley Associates  
2 Churchill Court  
58 Station Road  
North Harrow  
Middlesex HA2 7SA

**COMPANY NUMBER:** 3121161

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The following pages do not form part of the Statutory Financial Statements:

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Report of the Accountants	13

## **ARADAN LIMITED**

### **REPORT OF THE DIRECTOR FOR THE YEAR ENDED 31 MARCH 2006**

The Director presents his Report and Financial Statements for the year ended 31<sup>st</sup> March 2006.

#### **PRINCIPAL ACTIVITY**

The company's principal activity is that of Building Contractors.

#### **DIRECTOR**

The Director who served during the year and his beneficial interest in the company's Issued Ordinary Share Capital was:

	Number of Shares	
	2006	2005
P. J. Hickey, Esq.	100	60

#### **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 affairs of the Company and of the profit or loss of the Company for that period. In preparing those 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;
- 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.

**ARADAN LIMITED**

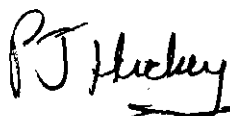
**REPORT OF THE DIRECTOR FOR THE YEAR ENDED 31 MARCH 2006**  
**(Continued)**

**REPORTING ACCOUNTANTS**

The Accountants, Messrs. Ashley Associates, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

This Report was approved by the Board on 23<sup>rd</sup> May 2006 taking advantage of special exemption available to small companies.

**Signed on behalf of the Board**



.....  
**P. J. Hickey**  
**Director**

**ARADAN LIMITED**

**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2006**

	Note	2006 £	2005 £
<b>TURNOVER</b>	<b>2</b>	1259364	1095294
Cost of Sales		1067768	920774
<b>GROSS PROFIT</b>		<u>191596</u>	<u>174520</u>
Distribution Costs		(50735)	(49904)
Administrative Expenses		(133469)	(147317)
<b>OPERATING PROFIT/(LOSS)</b>	<b>3</b>	<u>7392</u>	<u>(22701)</u>
Interest Payable		4392	2950
<b>PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<u>3000</u>	<u>(25651)</u>
Tax on Profit on Ordinary Activities	<b>4</b>	-	-
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR</b>		<u>3000</u>	<u>(25651)</u>
Dividends	<b>5</b>	-	-
<b>RETAINED PROFIT/(LOSS) FOR THE FINANCIAL YEAR</b>		<u>3000</u>	<u>(25651)</u>

None of the Company's Activities were acquired or discontinued during the above two financial years.

There were no recognised gains or losses other than those included in the Profit and Loss Account.

The loss on ordinary activities before taxation and the retained loss have been calculated on the Historical Cost Basis.

The Notes on Pages 6 to 10 form part of these Financial Statements

**ARADAN LIMITED****BALANCE SHEET AS AT 31 MARCH 2006**

	Note	2006 £	2005 £
<b>FIXED ASSETS</b>			
Tangible Assets	6	7600	9366
<b>CURRENT ASSETS</b>			
Stocks		-	118835
Debtors	7	79139	15460
Cash at Bank and in Hand		-	95
		79139	134390
<b>CREDITORS: Amounts Falling Due within one Year</b>	8	344231	404248
<b>NET CURRENT (LIABILITIES)</b>		(265092)	(269858)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		(257492)	(260492)
<b>CAPITAL AND RESERVES</b>			
Called Up Share Capital	9	100	100
Profit and Loss Account	10	(257592)	(260592)
<b>EQUITY SHAREHOLDERS FUNDS</b>	11	(257492)	(260492)

**ARADAN LIMITED**

**BALANCE SHEET AS AT 31 MARCH 2006**

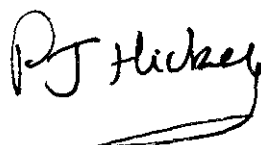
The Director is of the opinion that the Company is entitled to take advantage of the exemptions conferred by Sub-section (1) of Section 249A of the Companies Act 1985 and the Financial Statements have been prepared on that basis.

The Director confirms that no notice has been deposited under Sub-section (2) of Section 249B of the Act in relation to its Accounts for the Financial Year.

The Director acknowledges responsibility for ensuring that the Company keeps accounting records which comply with Section 221 of the Act and for preparing Financial Statements that give a true and fair view of the state of affairs of the Company as at 31<sup>st</sup> March 2006 and of its profit for the financial year in accordance with the requirements of the Act relating to the Financial Statements, so far as applicable to the Company.

The Director has relied on special exemptions available to small companies on the grounds that the Company qualifies as a small company by virtue of Section 247 of the Companies Act 1985.

These Financial Statements were approved by the Director on 23<sup>rd</sup> May 2006.

A handwritten signature in black ink, appearing to read 'P. J. Hickey', with a long horizontal flourish extending to the right.

.....  
**P. J. Hickey**  
**Director**

The Notes on Pages 6 to 10 form part of these Financial Statements

## **ARADAN LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED** **31 MARCH 2006**

#### **1. ACCOUNTING POLICIES**

##### **(a) Accounting Convention**

The Financial Statements have been in accordance with applicable Accounting Standards under the Historical Cost Convention.

The Company has taken advantage of the exemptions in FRS 1 from requirement to prepare a Cash Flow Statement on the grounds that it is a small company.

##### **(b) Turnover**

Turnover represents the invoiced amount of goods and services provided (stated net of Value Added Tax) during the year.

##### **(c) Depreciation**

Tangible Fixed Assets are depreciated at annual rates to write off the cost of the Assets over their estimated useful lives using the following methods and rates.

	<b>% per annum</b>	<b>Method</b>
Motor Vehicles	25%	Reducing Balance Basis
Office Equipment	25%	Reducing Balance Basis

##### **(d) Stocks and Work in Progress**

Stocks and work in progress are stated at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

##### **(e) Deferred Taxation**

Provision is made for taxation using the liability method on all material timing differences, which are not expected to continue in the future.



## **ARADAN LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED** **31 MARCH 2006**

#### **(f) Leasing and Hire Purchase**

Assets obtained under Hire Purchase Contracts and Finance Leases are capitalised as tangible fixed assets and depreciated over their useful lives. The interest element of the rental obligations is charged to the Profit and Loss Account over the period of the Agreements and represents a constant proportion of the balance of capital repayments outstanding.

Rental paid under Operating Leases are dealt within the Profit and Loss Account as incurred.

#### **(g) Pensions**

The Company operates a defined contribution pension scheme for the Directors and the pension charge represents the amounts payable by the Company to the fund in respect of the period.

## **2. TURNOVER**

During the year the whole of the Company's turnover was within the United Kingdom.

<b>3. OPERATING PROFIT/(LOSS)</b>	<b>2006 £</b>	<b>2005 £</b>
The operating profit/(loss) is stated after charging:		
Directors Remuneration	41600	46585
Hire of Equipment	12363	9242
Depreciation	2533	3122
Loss on Sale of Fixed Assets	603	745
Pension Costs	-	12000
	<hr/>	<hr/>

<b>4. TAXATION</b>	<b>2006 £</b>	<b>2005 £</b>
U.K. Current Year Taxation		
U.K. Corporation Tax	-	-
	<hr/>	<hr/>

**ARADAN LIMITED****NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED  
31 MARCH 2006**

<b>5. DIVIDENDS</b>		<b>2006</b>	<b>2005</b>
		<b>£</b>	<b>£</b>
Dividend paid nil per share (2005: NIL)		-	-
		<hr/>	<hr/>
<b>6. TANGIBLE FIXED ASSETS</b>			
	<b>Office Equipment</b>	<b>Motor Vehicles</b>	<b>Total</b>
<b>COST</b>	<b>£</b>	<b>£</b>	<b>£</b>
At 1 <sup>st</sup> April 2005	4746	19395	24141
Additions	1370	-	1370
Disposal	(2540)	-	(2540)
	<hr/>	<hr/>	<hr/>
At 31 <sup>st</sup> March 2006	3576	19395	22971
	<hr/>	<hr/>	<hr/>
<b>DEPRECIATION</b>			
At 1 <sup>st</sup> April 2005	3402	11373	14775
Adjustment on Disposal	(1937)	-	(1937)
Charge for the year	528	2005	2533
	<hr/>	<hr/>	<hr/>
At 31 <sup>st</sup> March 2006	1993	13378	15371
	<hr/>	<hr/>	<hr/>
<b>NET BOOK VALUES</b>			
At 31 <sup>st</sup> March 2006	1583	6017	7600
	<hr/>	<hr/>	<hr/>
At 31 <sup>st</sup> March 2005	1344	8022	9366
	<hr/>	<hr/>	<hr/>
<b>7. DEBTORS</b>		<b>2006</b>	<b>2005</b>
		<b>£</b>	<b>£</b>
<b>Due within one year</b>			
Trade Debtors		77259	13920
Prepayments and Accrued Income		1880	1540
		<hr/>	<hr/>
		79139	15460
		<hr/>	<hr/>

**ARADAN LIMITED****NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED  
31 MARCH 2006**

<b>8. CREDITORS: Amounts Falling Due Within One Year</b>	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
Bank Overdraft	74019	99854
Trade Creditors	50280	77525
Other Taxation and Social Security	71815	74666
Accruals and Deferred Income	2900	2900
Other Creditors	145217	149303
	<hr/> 344231	<hr/> 404248
The Company has a deficiency of assets of £257,492 which is supported by the Creditors.		
<b>9. CALLED UP SHARE CAPITAL</b>	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
<b>Authorised and Allotted</b>		
Ordinary Shares of £1 each	100	100
	<hr/>	<hr/>
<b>10. PROFIT AND LOSS ACCOUNT</b>	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
Balance at 1 <sup>st</sup> April 2005	(260592)	(234941)
Profit/(Loss) Retained for the Year	3000	(25651)
	<hr/> (257592)	<hr/> (260592)
<b>11. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS FUNDS</b>	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
Profit/(Loss) For the Year	3000	(25651)
Dividend	-	-
	<hr/> 3000	<hr/> (25651)
Net Additions During the Year		
Shareholders Funds at 1 <sup>st</sup> April 2005	(260492)	(234841)
	<hr/> (257492)	<hr/> (260492)
Shareholders Funds at 31 <sup>st</sup> March 2006		

**ARADAN LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**31 MARCH 2006**

**12. PENSION COMMITMENTS**

The Company operates defined contribution pension schemes. The assets of the schemes are held separately from those of the Company in independently administered funds. The schemes are managed by independent insurance companies and the rate of contributions are determined by actuaries.

**13. TRANSACTIONS WITH DIRECTORS AND RELATED PARTIES**

For the whole year the company was under the control of Mr Hickey who is the Director of the company.