

**TOPSHOCK LIMITED**  
**DIRECTORS' REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2006**



# TOPSHOCK LIMITED

## COMPANY INFORMATION

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<b>Directors</b>	Mrs J.M. Howard Mr P.A. Howard
<b>Secretary</b>	Mr P.A. Howard
<b>Company number</b>	3198134
<b>Registered office</b>	4a Gildredge Road Eastbourne East Sussex Great Britain BN21 4RL
<b>Accountants</b>	Graham Ralph & Co 4a Gildredge Road Eastbourne East Sussex Great Britain BN21 4RL

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# TOPSHOCK LIMITED

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# TOPSHOCK LIMITED

## DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2006

The directors present their report and financial statements for the year ended 31 March 2006.

### Principal activities

The principal activity of the company continued to be that of property investment.

### Directors

The following directors have held office since 1 April 2005:

Mrs J.M. Howard

Mr P.A. Howard

### Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	31 March 2006	1 April 2005
Mrs J.M. Howard	500	500
Mr P.A. Howard	-	-

Charitable donations	2006	2005
	£	£

During the year the company made the following payments:

Charitable donations	716	700
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### Directors' responsibilities

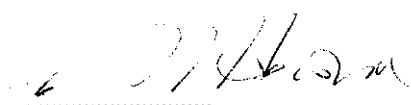
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- 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 directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are 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 of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board



Mr P.A. Howard

Director

24-10-2006

# **TOPSHOCK LIMITED**

## **ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF TOPSHOCK LIMITED**

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In accordance with your instructions, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of Topshock Limited for the year ended 31 March 2006, set out on pages 3 to 9 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 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 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 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.

You have acknowledged on the balance sheet as at 31 March 2006 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.

**Graham Ralph & Co**

**Accountants**

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4a Gildredge Road  
Eastbourne  
East Sussex  
Great Britain  
BN21 4RL

# TOPSHOCK LIMITED

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

		<b>2006</b>	<b>2005</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>
Turnover		21,382	22,125
Administrative expenses		(16,474)	99,871
<b>Operating profit</b>	<b>2</b>	4,908	121,996
Other interest receivable and similar income	<b>3</b>	4,055	1,538
<b>Profit on ordinary activities before taxation</b>		8,963	123,534
Tax on profit on ordinary activities	<b>4</b>	2	(20,975)
<b>Profit on ordinary activities after taxation</b>	<b>10</b>	8,965	102,559

# TOPSHOCK LIMITED

## STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES FOR THE YEAR ENDED 31 MARCH 2006

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	2006	2005
	£	£
Profit for the financial year	8,965	102,559
Unrealised surplus/(deficit) on revaluation of properties	35,000	(55,086)
Total recognised gains and losses relating to the year	<u>43,965</u>	<u>47,473</u>

# TOPSHOCK LIMITED

## BALANCE SHEET AS AT 31 MARCH 2006

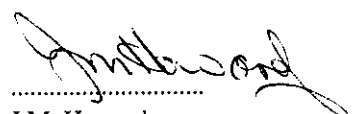
	Notes	2006 £	£	2005 £	£
<b>Fixed assets</b>					
Tangible assets	5 and 6		325,365		290,730
<b>Current assets</b>					
Debtors	7	1,074		1,444	
Cash at bank and in hand		92,611		107,451	
		<u>93,685</u>		<u>108,895</u>	
<b>Creditors: amounts falling due within one year</b>	8	<u>(5,349)</u>		<u>(29,890)</u>	
<b>Net current assets</b>			<u>88,336</u>		<u>79,005</u>
<b>Total assets less current liabilities</b>			<u>413,701</u>		<u>369,735</u>
<b>Capital and reserves</b>					
Called up share capital	9		500		500
Revaluation reserve	10		158,292		123,292
Profit and loss account	10		<u>254,909</u>		<u>245,943</u>
<b>Shareholders' funds - equity interests</b>			<u>413,701</u>		<u>369,735</u>

In preparing these financial statements:

- The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- The directors acknowledge their responsibilities for:
  - ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
  - 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 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 this Act relating to accounts, so far as applicable to the company.

These 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 on 24-10-2006



J.M. Howard  
Director

# TOPSHOCK LIMITED

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

### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

#### 1.2 Turnover

Turnover represents total rents receivable for the year net of VAT and trade discounts.

#### 1.3 Tangible fixed assets and depreciation

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

Fixtures, fittings & equipment                      33.3% on cost

Investment properties are included in the balance sheet at their open market value. Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years. Any surplus on revaluation is transferred to the investment property revaluation reserve. Any deficit is deducted from the investment property revaluation reserve, except for permanent diminutions in value, which are charged to the profit and loss account.

Although this accounting policy is in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), it is a departure from the general requirement of the Companies Act 1985 for all tangible assets to be depreciated. In the opinion of the directors compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified.

2	Operating profit	2006 £	2005 £
	Operating profit is stated after charging:		
	Depreciation of tangible assets	365	365
	Directors' emoluments	6,000	-
		<u>          </u>	<u>          </u>
3	Investment income	2006 £	2005 £
	Bank interest	4,055	1,538
		<u>          </u>	<u>          </u>

# TOPSHOCK LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2006

4	Taxation	2006 £	2005 £
	<b>Domestic current year tax</b>		
	U.K. corporation tax	-	20,975
	Adjustment for prior years	(2)	-
	<b>Current tax charge</b>	<u>(2)</u>	<u>20,975</u>

5	Tangible fixed assets	Plant and machinery etc £
	<b>Cost or valuation</b>	
	At 1 April 2005 & at 31 March 2006	<u>1,095</u>
	<b>Depreciation</b>	
	At 1 April 2005	365
	Charge for the year	<u>365</u>
	At 31 March 2006	<u>730</u>
	<b>Net book value</b>	
	At 31 March 2006	<u>365</u>
	At 31 March 2005	<u>730</u>

### Comparable historical cost for the land and buildings included at valuation:

	£
<b>Cost</b>	
At 1 April 2005 & at 31 March 2006	<u>166,708</u>
<b>Depreciation based on cost</b>	
At 1 April 2005	-
Charge for the year	<u>-</u>
At 31 March 2006	<u>-</u>
<b>Net book value</b>	
At 31 March 2006	<u>166,708</u>
At 31 March 2005	<u>166,708</u>

# TOPSHOCK LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2006

### 6 Tangible fixed assets

#### Investment properties £

#### Cost or valuation

At 1 April 2005

290,000

Revaluation

35,000

At 31 March 2006

325,000

### 7 Debtors

2006

2005

£

£

Other debtors

1,074

1,444

### 8 Creditors: amounts falling due within one year

2006

2005

£

£

Taxation and social security

141

20,975

Other creditors

5,208

8,915

5,349

29,890

### 9 Share capital

2006

2005

£

£

#### Authorised

1,000 Ordinary shares of £1 each

1,000

1,000

#### Allotted, called up and fully paid

500 Ordinary shares of £1 each

500

500

# TOPSHOCK LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2006

### 10 Statement of movements on reserves

	Revaluation reserve	Profit and loss account
	£	£
Balance at 1 April 2005	123,292	245,944
Retained profit for the year	-	8,965
Revaluation during the year	35,000	-
	<hr/>	<hr/>
Balance at 31 March 2006	<u>158,292</u>	<u>254,909</u>

### 11 Transactions with directors

Included in other creditors (note 8) is an amount of £1,658 (2005: £4,912) owed to Mrs J M Howard, a director of the company.