

COMPANY REGISTRATION NUMBER 3386007

AIRCOM DISTRIBUTION LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED

31st DECEMBER 2003

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AIRCOM DISTRIBUTION LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31st DECEMBER 2003

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AIRCOM DISTRIBUTION LIMITED**ABBREVIATED BALANCE SHEET****31st DECEMBER 2003**

	Note	2003 £	2002 £
FIXED ASSETS	3		
Tangible assets		170,551	18,355
CURRENT ASSETS			
Stocks		239,289	290,488
Debtors		312,497	452,233
Cash at bank and in hand		23,157	44,976
		<u>574,943</u>	<u>787,697</u>
CREDITORS: Amounts falling due within one year		<u>795,420</u>	<u>768,663</u>
NET CURRENT (LIABILITIES)/ASSETS		(220,477)	19,034
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(49,926)</u>	<u>37,389</u>
CREDITORS: Amounts falling due after more than one year		125,503	-
PROVISIONS FOR LIABILITIES AND CHARGES		<u>616</u>	-
		<u>(176,045)</u>	<u>37,389</u>

The Balance sheet continues on the following page.
The notes on pages 3 to 5 form part of these abbreviated accounts.

AIRCOM DISTRIBUTION LIMITED**ABBREVIATED BALANCE SHEET** *(continued)***31st DECEMBER 2003**

	Note	2003 £	2002 £
CAPITAL AND RESERVES			
Called-up equity share capital	5	10,000	10,000
Profit and loss account		(186,045)	27,389
(DEFICIENCY)/SHAREHOLDERS' FUNDS		<u>(176,045)</u>	<u>37,389</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 his 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 abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved and signed by the director on 28/1/03


.....
MR K. HIGSON

The notes on pages 3 to 5 form part of these abbreviated accounts.

AIRCOM DISTRIBUTION LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31st DECEMBER 2003

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 June 2002).

Turnover

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

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:

Motor vehicles	- 25% reducing balance
Plant & Machinery	- 25% reducing balance
Fixtures & Fittings	- 25% reducing balance
Computer Equipment	- 25% reducing balance
Office Equipment	- 25% reducing balance

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.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

AIRCOM DISTRIBUTION LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31st DECEMBER 2003

2. GOING CONCERN

Due to the theft of stock the company has experienced major cashflow problems during the year. Business is steadily picking up in the current year and the directors anticipate a full recovery.

The directors have supported the company throughout the year and will continue to do so for the foreseeable future.

3. FIXED ASSETS

	Tangible Assets £
COST	
At 1st January 2003	41,396
Additions	158,031
Disposals	(5,297)
At 31st December 2003	<u><u>194,130</u></u>
DEPRECIATION	
At 1st January 2003	23,041
Charge for year	4,517
On disposals	(3,979)
At 31st December 2003	<u><u>23,579</u></u>
NET BOOK VALUE	
At 31st December 2003	<u><u>170,551</u></u>
At 31st December 2002	<u><u>18,355</u></u>

4. RELATED PARTY TRANSACTIONS

The company was under the control of Mr P. Higson throughout the current and previous year. Mr P. Higson is the company secretary and majority shareholder.

During the year the company purchased the property for £157,000 from the director Mr K Higson.

Included within creditors is £208,152 (2002 - £57,980) due to the director Mr K. Higson.

AIRCOM DISTRIBUTION LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31st DECEMBER 2003

5. SHARE CAPITAL

Authorised share capital:

	2003	2002
	£	£
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

Allotted, called up and fully paid:

	2003		2002	
	No	£	No	£
Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>