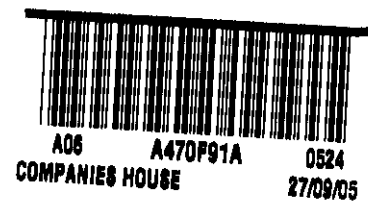


Report of the Director and
Unaudited Financial Statements
for the Year Ended 31 March 2005
for
Alun Davies Limited



Alun Davies Limited

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for the Year Ended 31 March 2005

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Alun Davies Limited
Company Information
for the Year Ended 31 March 2005

DIRECTOR: J A Davies

SECRETARY: Mrs P D Davies

REGISTERED OFFICE: 2 Quarry Bank
Mold Road
Bodfari
Denbighshire
LL16 4DJ

REGISTERED NUMBER: 3891648 (England and Wales)

ACCOUNTANTS: John Graham & Co
Chartered Accountants
30 Birkenhead Road
Hoylake
Wirral
CH47 3BW

Alun Davies Limited

Report of the Director
for the Year Ended 31 March 2005

The director presents his report with the financial statements of the company for the year ended 31 March 2005.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of building and construction work.

DIRECTOR

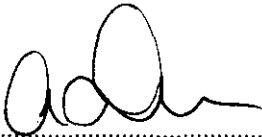
J A Davies was the sole director during the year under review.

His beneficial interest in the issued share capital of the company was as follows:

	31.3.05	1.4.04
Ordinary shares £1 shares	1	1

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 A Davies - Director

Date: 5-09-2005

Alun Davies Limited
Profit and Loss Account
for the Year Ended 31 March 2005

		Year Ended 31.3.05	Period 1.1.03 to 31.3.04
	Notes	£	£
TURNOVER		435,015	827,074
Cost of sales		264,003	648,353
GROSS PROFIT		171,012	178,721
Administrative expenses		114,702	123,279
		56,310	55,442
Other operating income		11,194	8,204
OPERATING PROFIT	2	67,504	63,646
Interest receivable and similar income		362	144
		67,866	63,790
Interest payable and similar charges		27,990	6,621
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		39,876	57,169
Tax on profit on ordinary activities	3	8,152	10,224
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		31,724	46,945
Dividends	4	21,730	21,730
		9,994	25,215
Retained profit brought forward		91,251	66,036
RETAINED PROFIT CARRIED FORWARD		£101,245	£91,251

The notes form part of these financial statements

Alun Davies Limited

Balance Sheet
31 March 2005

		31.3.05		31.3.04	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	5		175,169		182,878
CURRENT ASSETS:					
Stocks		619,154		163,169	
Debtors	6	13,397		50,922	
Cash at bank		141		8,884	
		632,692		222,975	
CREDITORS: Amounts falling due within one year	7	460,017		124,007	
NET CURRENT ASSETS:			172,675		98,968
TOTAL ASSETS LESS CURRENT LIABILITIES:			347,844		281,846
CREDITORS: Amounts falling due after more than one year	8		(245,753)		(189,519)
PROVISIONS FOR LIABILITIES AND CHARGES:	9		(845)		(1,075)
			£101,246		£91,252
CAPITAL AND RESERVES:					
Called up share capital	10		1		1
Profit and loss account			101,245		91,251
SHAREHOLDERS' FUNDS:			£101,246		£91,252

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 March 2005.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2005 in accordance with Section 249B(2) of the Companies Act 1985.

The director acknowledges his responsibilities for:

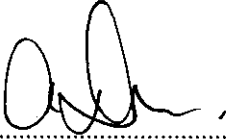
- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

Alun Davies Limited

Balance Sheet
31 March 2005

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:



.....
J A Davies - Director

Approved by the Board on 5-09-2005.....

The notes form part of these financial statements

Alun Davies Limited

Notes to the Financial Statements
for the Year Ended 31 March 2005

1. ACCOUNTING POLICIES

Accounting convention

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

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 2% on cost
Plant and machinery	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% on cost

Stocks

Work in progress is valued at the lower of cost and net realisable value.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

2. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	Year Ended	Period
	31.3.05	1.1.03 to 31.3.04
	£	£
Depreciation - owned assets	3,864	3,508
Depreciation - assets on hire purchase contracts or finance leases	5,065	6,752
Profit on disposal of fixed assets	-	(5,695)
	<u>18,200</u>	<u>22,750</u>
Director's emoluments and other benefits etc		

Alun Davies Limited

Notes to the Financial Statements
for the Year Ended 31 March 2005

3. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	Year Ended 31.3.05 £	Period 1.1.03 to 31.3.04 £
Current tax: UK corporation tax	8,382	9,508
Deferred taxation	(230)	716
Tax on profit on ordinary activities	<u>8,152</u>	<u>10,224</u>

4. DIVIDENDS

	Year Ended 31.3.05 £	Period 1.1.03 to 31.3.04 £
Final	<u>21,730</u>	<u>21,730</u>

5. TANGIBLE FIXED ASSETS

	Freehold property	Plant and machinery	Motor vehicles	Computer equipment	Totals
	£	£	£	£	£
COST:					
At 1 April 2004	165,327	1,343	27,008	-	193,678
Additions	-	-	-	1,220	1,220
At 31 March 2005	<u>165,327</u>	<u>1,343</u>	<u>27,008</u>	<u>1,220</u>	<u>194,898</u>
DEPRECIATION:					
At 1 April 2004	3,307	741	6,752	-	10,800
Charge for year	3,307	151	5,065	406	8,929
At 31 March 2005	<u>6,614</u>	<u>892</u>	<u>11,817</u>	<u>406</u>	<u>19,729</u>
NET BOOK VALUE:					
At 31 March 2005	<u>158,713</u>	<u>451</u>	<u>15,191</u>	<u>814</u>	<u>175,169</u>
At 31 March 2004	<u>162,020</u>	<u>602</u>	<u>20,256</u>	<u>-</u>	<u>182,878</u>

Alun Davies Limited

Notes to the Financial Statements
for the Year Ended 31 March 2005

5. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts or finance leases are as follows:

	Motor vehicles
	£
COST:	
At 1 April 2004 and 31 March 2005	27,008
DEPRECIATION:	
At 1 April 2004	6,752
Charge for year	5,065
At 31 March 2005	11,817
NET BOOK VALUE:	
At 31 March 2005	15,191
At 31 March 2004	20,256

**6. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31.3.05 £	31.3.04 £
V.A.T.	12,811	13,546
Trade debtors	586	5,813
Other debtors	-	31,563
	<u>13,397</u>	<u>50,922</u>

**7. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31.3.05 £	31.3.04 £
Bank loans and overdrafts	310,695	-
Trade creditors	98,204	55,188
Directors current accounts	27,256	30,885
Sandycroft Drycleaners Ltd	-	15,000
Hire purchase	6,989	6,989
Net wages	758	661
Other creditor	-	2,000
Social security & other taxes	5,433	1,476
Taxation	8,382	9,508
Accrued expenses	2,300	2,300
	<u>460,017</u>	<u>124,007</u>

Alun Davies Limited

Notes to the Financial Statements
for the Year Ended 31 March 2005

**8. CREDITORS: AMOUNTS FALLING
DUE AFTER MORE THAN ONE YEAR**

	31.3.05	31.3.04
	£	£
Bank loans	75,000	9,447
Loan 71560875	57,164	59,493
Loan 31556088	106,600	106,600
Hire purchase	6,989	13,979
	<u>245,753</u>	<u>189,519</u>

9. PROVISIONS FOR LIABILITIES AND CHARGES

	31.3.05	31.3.04
	£	£
Deferred taxation	845	1,075
	<u>845</u>	<u>1,075</u>
	Deferred tax	
	£	
Balance at 1 April 2004	1,075	
Charge to P & L	(230)	
	<u>845</u>	
Balance at 31 March 2005	<u>845</u>	

10. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.3.05	31.3.04
			£	£
1	Ordinary shares	£1	1	1
			<u>1</u>	<u>1</u>

11. RELATED PARTY DISCLOSURES

Alun Davies is the son of B Davies. During the year, sales to this related party totalled £345 (2004 - £4,284), and purchase from this related party totalled £64,318 (2004 - £85,690). At the year end, the amount due to this related party, and included within trade creditors, was £7,027 (2004 - £11,784).

Alun Davies Limited

Report of the Accountants to the Director of
Alun Davies Limited

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 March 2005 set out on pages three to nine and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

John Graham & Co
Chartered Accountants
30 Birkenhead Road
Hoylake
Wirral
CH47 3BW

Date: