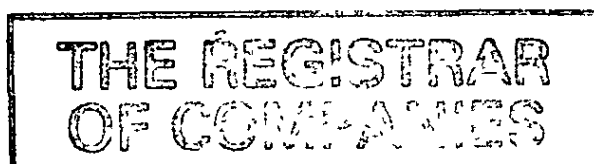


Company Registration Number 4269422

A & A Recycling Services Limited

**Unaudited
Abbreviated Accounts**

31st March 2007



Armstrong Watson
Chartered Accountants
Fairview House
Victoria Place
Carlisle
Cumbria
CA1 1HP

SATURDAY



A13 "AAM95S0C" 183
11/08/2007
COMPANIES HOUSE

A & A RECYCLING SERVICES LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31ST MARCH 2007

CONTENTS

PAGES

Abbreviated balance sheet

1 to 2

Notes to the abbreviated accounts

3 to 5

A & A RECYCLING SERVICES LIMITED

ABBREVIATED BALANCE SHEET

31ST MARCH 2007

	Note	2007 £	2006 £
FIXED ASSETS	2		
Tangible assets		1,210,146	1,253,237
CURRENT ASSETS			
Stocks		30,427	34,210
Debtors		605,583	483,880
Cash at bank and in hand		46	246
		<u>636,056</u>	<u>518,336</u>
CREDITORS: Amounts falling due within one year	3	1,119,464	884,979
NET CURRENT LIABILITIES		(483,408)	(366,643)
TOTAL ASSETS LESS CURRENT LIABILITIES		726,738	886,594
CREDITORS: Amounts falling due after more than one year	4	190,086	510,089
PROVISIONS FOR LIABILITIES AND CHARGES		111,000	79,000
		<u>425,652</u>	<u>297,505</u>
CAPITAL AND RESERVES			
Called-up equity share capital	5	1,000	1,000
Profit and loss account		424,652	296,505
SHAREHOLDERS' FUNDS		425,652	297,505

The Balance sheet continues on the following page

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

A & A RECYCLING SERVICES LIMITED

ABBREVIATED BALANCE SHEET *(continued)*

31ST MARCH 2007

The directors are 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 directors acknowledge their responsibilities 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 by the directors on 8 6 07 and are signed on their behalf by

MR A J GARBETT



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

A & A RECYCLING SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST MARCH 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

Goodwill

Positive purchased goodwill arising on acquisitions is capitalised as an asset on the Balance Sheet and amortised over its useful economic useful life

Amortisation

Amortisation 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

Goodwill - 2/3 years straight line

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

Leasehold Improvements	- remaining term of lease
Plant & Machinery	- 15% - 25% reducing balance
Motor Vehicles	- 15% - 25% reducing balance
Office Equipment	- 25% reducing balance

During the year ended 31 March 2007 the depreciation rate on certain items of plant and machinery was increased from 15% to 25% reducing balance. The directors consider the revised rates to more accurately reflect the useful economic life of the assets concerned. The effect of this change was to increase the charge for depreciation in the year ended 31 March 2007 by £38,489

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost is calculated on a first-in-first-out basis

A & A RECYCLING SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST MARCH 2007

1. ACCOUNTING POLICIES *(continued)*

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

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.

Pension costs

The company operates a stakeholder pension arrangement on behalf of employees. The annual contributions payable are charged to the profit and loss account.

Deferred taxation

Deferred tax is provided in respect of the tax effect of all timing differences at the rates of tax expected to apply when the timing differences reverse.

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. FIXED ASSETS

	Tangible Assets £
COST	
At 1st April 2006	1,544,081
Additions	484,470
Disposals	(356,908)
At 31st March 2007	<u>1,671,643</u>
DEPRECIATION	
At 1st April 2006	290,844
Charge for year	245,271
On disposals	(74,618)
At 31st March 2007	<u>461,497</u>
NET BOOK VALUE	
At 31st March 2007	<u>1,210,146</u>
At 31st March 2006	<u>1,253,237</u>

A & A RECYCLING SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST MARCH 2007

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company

	2007 £	2006 £
Bank loans and overdrafts	11,616	74,388
Hire purchase agreements	623,769	392,925
	<u>635,385</u>	<u>467,313</u>

4. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company

	2007 £	2006 £
Hire purchase agreements	<u>190,086</u>	<u>510,089</u>

5. SHARE CAPITAL

Authorised share capital:

	2007 £	2006 £
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>

Allotted, called up and fully paid:

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