

Abbreviated Accounts
for the Year Ended 31 March 2005
for
Airevalley Independent Financial
Advisers Limited



**Airevalley Independent Financial
Advisers Limited**

**Contents of the Abbreviated Accounts
for the Year Ended 31 March 2005**

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors on the Abbreviated Accounts	4
Abbreviated Profit and Loss Account	5
Abbreviated Balance Sheet	6
Cash Flow Statement	7
Notes to the Cash Flow Statement	8
Notes to the Abbreviated Accounts	10

**Airevalley Independent Financial
Advisers Limited**

**Company Information
for the Year Ended 31 March 2005**

DIRECTORS: J. S. Lohan
M. J. Waterhouse

SECRETARY: M. J. Waterhouse

REGISTERED OFFICE: 2 Briggate
Silsden
Keighley
West Yorkshire
BD20 9JT

REGISTERED NUMBER: 4617724

AUDITORS: Stirk Lambert & Co
Russell Chambers
61a North Street
Keighley
West Yorkshire
BD21 3DS

**Airevalley Independent Financial
Advisers Limited**

**Report of the Directors
for the Year Ended 31 March 2005**

The directors present their report with the accounts 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 Independent financial consultants.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed accounts.

DIVIDENDS

Interim dividends per share were paid as follows:

	Ordinary A shares	Ordinary B shares	Ordinary C shares
04.05.04	750	500	500
27.05.04	750	375	750
24.06.04	650	350	600
02.08.04	750	375	750
26.08.04	800	400	800
09.09.04	125	125	-
23.09.04	125	125	-
29.09.04	750	375	750
14.10.04	115	115	-
14.10.04	115	115	-
21.10.04	50	50	-
22.10.04	800	400	800
18.11.04	1250	625	1250
25.11.04	115	115	-
02.12.04	115	115	-
09.12.04	-	250	500
09.12.04	1000	500	-
16.12.04	125	125	-
23.12.04	125	125	-
24.12.04	750	375	750
30.12.04	115	115	-
06.01.05	115	115	-
13.01.05	115	115	-
20.01.05	115	115	-
28.01.05	115	115	-
28.01.05	750	375	750
03.02.05	115	115	-
10.02.05	115	115	-
24.02.05	750	375	750
10.03.05	115	115	-
17.03.05	115	115	-
24.03.05	115	115	-
	<u>11,910</u>	<u>7,435</u>	<u>8,950</u>

The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 31 March 2005 will be £47,640.

**Airevalley Independent Financial
Advisers Limited**

**Report of the Directors
for the Year Ended 31 March 2005**

DIRECTORS

The directors during the year under review were:

J. S. Lohan
M. J. Waterhouse

The beneficial interests of the directors holding office on 31 March 2005 in the issued share capital of the company were as follows:

Ordinary A £1 shares	31.03.05	31.03.04
M. J. Waterhouse	2	2
Ordinary B £1 shares		
J. S. Lohan	2	2
Ordinary C £1 shares		
J. S. Lohan	1	1

STATEMENT OF 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

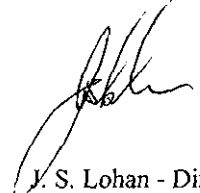
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to 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.

AUDITORS

The auditors, Stirk Lambert & Co, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:


J. S. Lohan - Director

22 August 2005

**Report of the Independent Auditors to
Airevalley Independent Financial
Advisers Limited
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts on pages five to sixteen, together with the full financial statements of the company for the year ended 31 March 2005 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages five to sixteen are properly prepared in accordance with that provision.

Stirk Lambert & Co
Russell Chambers
61a North Street
Keighley
West Yorkshire
BD21 3DS

Stirk Lambert & Co

25 August 2005

**Airevalley Independent Financial
Advisers Limited**

**Abbreviated Profit and Loss Account
for the Year Ended 31 March 2005**

		Year Ended 31.3.05	Period 13.12.02 to 31.3.04
	Notes	£	£
GROSS PROFIT		115,812	92,537
Administrative expenses		49,697	48,448
OPERATING PROFIT	3	66,115	44,089
Interest receivable and similar income		87	-
		66,202	44,089
Interest payable and similar charges	4	634	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		65,568	44,089
Tax on profit on ordinary activities	5	12,929	8,180
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		52,639	35,909
Dividends	6	47,640	29,460
		4,999	6,449
Retained profit brought forward		6,449	-
RETAINED PROFIT CARRIED FORWARD		£11,448	£6,449

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous period.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous period.

**Airevalley Independent Financial
Advisers Limited**

**Abbreviated Balance Sheet
31 March 2005**

		31.3.05		31.3.04	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	7		4,023		-
CURRENT ASSETS:					
Debtors	8	4,014		2,521	
Cash at bank		19,707		15,315	
		23,721		17,836	
CREDITORS: Amounts falling due within one year	9	15,151		11,384	
NET CURRENT ASSETS:			8,570		6,452
TOTAL ASSETS LESS CURRENT LIABILITIES:			12,593		6,452
CREDITORS: Amounts falling due after more than one year	10		(642)		-
PROVISIONS FOR LIABILITIES AND CHARGES:	13		(500)		-
			£11,451		£6,452
CAPITAL AND RESERVES:					
Called up share capital	14		3		3
Profit and loss account			11,448		6,449
SHAREHOLDERS' FUNDS:	15		£11,451		£6,452

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

ON BEHALF OF THE BOARD:



J. S. Lohan - Director

Approved by the Board on 22 August 2005

**Airevalley Independent Financial
Advisers Limited**

**Cash Flow Statement
for the Year Ended 31 March 2005**

		Year Ended 31.3.05		Period 13.12.02 to 31.3.04	
	Notes	£	£	£	£
Net cash inflow from operating activities	1		64,836		44,775
Returns on investments and servicing of finance	2		(547)		-
Taxation			(8,180)		-
Capital expenditure	2		(2,151)		-
Equity dividends paid			(47,640)		(29,460)
			<u>6,318</u>		<u>15,315</u>
Financing	2		(1,926)		-
Increase in cash in the period			<u><u>£4,392</u></u>		<u><u>£15,315</u></u>
<hr/>					
Reconciliation of net cash flow to movement in net funds	3				
Increase in cash in the period		4,392		15,315	
Cash outflow from decrease in debt and lease financing		<u>1,927</u>		<u>-</u>	
Change in net funds resulting from cash flows			6,319		15,315
New finance leases			<u>(3,853)</u>		<u>-</u>
Movement in net funds in the period			<u>2,466</u>		<u>15,315</u>
Net funds at 1 April			<u>15,315</u>		<u>-</u>
Net funds at 31 March			<u><u>£17,781</u></u>		<u><u>£15,315</u></u>

The notes form part of these abbreviated accounts

**Airevalley Independent Financial
Advisers Limited**

**Notes to the Cash Flow Statement
for the Year Ended 31 March 2005**

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	Year Ended 31.3.05 £	Period 13.12.02 to 31.3.04 £
Operating profit	66,115	44,089
Depreciation charges	1,981	-
Increase in debtors	(1,494)	(2,518)
(Decrease)/Increase in creditors	(1,766)	3,204
	<u> </u>	<u> </u>
Net cash inflow from operating activities	<u><u>64,836</u></u>	<u><u>44,775</u></u>

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	Year Ended 31.3.05 £	Period 13.12.02 to 31.3.04 £
Returns on investments and servicing of finance		
Interest received	87	-
Interest element of hire purchase payments	(634)	-
	<u> </u>	<u> </u>
Net cash outflow for returns on investments and servicing of finance	<u><u>(547)</u></u>	<u><u>-</u></u>
 Capital expenditure		
Purchase of tangible fixed assets	(2,151)	-
	<u> </u>	<u> </u>
Net cash outflow for capital expenditure	<u><u>(2,151)</u></u>	<u><u>-</u></u>
 Financing		
No description	(1,926)	-
	<u> </u>	<u> </u>
Net cash outflow from financing	<u><u>(1,926)</u></u>	<u><u>-</u></u>

**Airevalley Independent Financial
Advisers Limited**

**Notes to the Cash Flow Statement
for the Year Ended 31 March 2005**

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.04 £	Cash flow £	Other non-cash changes £	At 31.3.05 £
Net cash:				
Cash at bank	15,315	4,392		19,707
	<u>15,315</u>	<u>4,392</u>		<u>19,707</u>
Debt:				
Hire purchase	-	1,927	(3,853)	(1,926)
	<u>-</u>	<u>1,927</u>	<u>(3,853)</u>	<u>(1,926)</u>
Total	<u>15,315</u>	<u>6,319</u>	<u>(3,853)</u>	<u>17,781</u>
Analysed in Balance Sheet				
Cash at bank	15,315			19,707
Hire purchase				
within one year	-			(1,284)
after one year	-			(642)
	<u>15,315</u>			<u>17,781</u>

**Airevalley Independent Financial
Advisers Limited**

**Notes to the Abbreviated Accounts
for the Year Ended 31 March 2005**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

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.

Fixtures and fittings - 33% on cost

Deferred tax

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 that result in an obligation to pay more tax in the future, or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the Company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

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. STAFF COSTS

	Year Ended	Period
	31.3.05	13.12.02 to 31.3.04
	£	£
Wages and salaries	4,498	-
	<u> </u>	<u> </u>

The average monthly number of employees during the year was as follows:

	Year Ended	Period
	31.3.05	13.12.02 to 31.3.04
Administration	2	-
	<u> </u>	<u> </u>

**Airevalley Independent Financial
Advisers Limited**

**Notes to the Abbreviated Accounts
for the Year Ended 31 March 2005**

3. OPERATING PROFIT

The operating profit is stated after charging:

	Year Ended 31.3.05 £	Period 13.12.02 to 31.3.04 £
Depreciation - owned assets	710	-
Depreciation - assets on hire purchase contracts	1,271	-
Auditors' remuneration	<u>1,000</u>	<u>875</u>
Directors' emoluments	<u>-</u>	<u>-</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	Year Ended 31.3.05 £	Period 13.12.02 to 31.3.04 £
Hire purchase	<u>634</u>	<u>-</u>

5. 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 13.12.02 to 31.3.04 £
Current tax:		
UK corporation tax	12,429	8,180
Deferred taxation	<u>500</u>	<u>-</u>
Tax on profit on ordinary activities	<u>12,929</u>	<u>8,180</u>

UK corporation tax has been charged at 19% (2004 - 18.41%).

**Airevalley Independent Financial
Advisers Limited**

**Notes to the Abbreviated Accounts
for the Year Ended 31 March 2005**

5. TAXATION - continued

Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	Year Ended 31.3.05 £	Period 13.12.02 to 31.3.04 £
Profit on ordinary activities before tax	65,568	44,089
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 19% (2004 - 18.406%)	12,458	8,115
Effects of:		
Disallowed expenses	-	65
Timing differences	213	-
Depreciation on Finance lease	(242)	-
Current tax charge	12,429	8,180

6. DIVIDENDS

	Year Ended 31.3.05 £	Period 13.12.02 to 31.3.04 £
Equity shares:		
Ordinary A shares of £1 each Interim	23,820	14,730
Ordinary B shares of £1 each Interim	14,870	7,365
Ordinary C share of £1 Interim	8,950	7,365
	47,640	29,460

**Airevalley Independent Financial
Advisers Limited**

**Notes to the Abbreviated Accounts
for the Year Ended 31 March 2005**

7. TANGIBLE FIXED ASSETS

	Fixtures and fittings
	£
COST:	
Additions	6,004
At 31 March 2005	6,004
DEPRECIATION:	
Charge for year	1,981
At 31 March 2005	1,981
NET BOOK VALUE:	
At 31 March 2005	4,023

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

	Fixtures and fittings
	£
COST:	
Additions	3,853
At 31 March 2005	3,853
DEPRECIATION:	
Charge for year	1,271
At 31 March 2005	1,271
NET BOOK VALUE:	
At 31 March 2005	2,582

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

	31.3.05 £	31.3.04 £
Trade debtors	3,339	1,002
Other debtors	675	1,519
	4,014	2,521

**Airevalley Independent Financial
Advisers Limited**

**Notes to the Abbreviated Accounts
for the Year Ended 31 March 2005**

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

	31.3.05 £	31.3.04 £
Hire purchase contracts (see note 11)	1,284	-
Trade creditors	438	2,329
Taxation	12,429	8,180
Accrued expenses	1,000	875
	<u>15,151</u>	<u>11,384</u>

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

	31.3.05 £	31.3.04 £
Hire purchase contracts (see note 11)	642	-
	<u>642</u>	<u>-</u>

11. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS

	31.3.05 £	31.3.04 £
Gross obligations repayable:		
Within one year	1,577	-
Between one and five years	788	-
	<u>2,365</u>	<u>-</u>
Finance charges repayable:		
Within one year	293	-
Between one and five years	146	-
	<u>439</u>	<u>-</u>
Net obligations repayable:		
Within one year	1,284	-
Between one and five years	642	-
	<u>1,926</u>	<u>-</u>

12. SECURED DEBTS

The following secured debts are included within creditors:

	31.3.05 £	31.3.04 £
Hire purchase contracts	1,926	-
	<u>1,926</u>	<u>-</u>

Hire purchase creditors are secured on the assets to which they relate.

**Airevalley Independent Financial
Advisers Limited**

**Notes to the Abbreviated Accounts
for the Year Ended 31 March 2005**

13. PROVISIONS FOR LIABILITIES AND CHARGES

	31.3.05 £	31.3.04 £
Deferred taxation	500	-
	<u>500</u>	<u>-</u>
	Deferred tax £	
Movement during year	500	
	<u>500</u>	
Balance at 31 March 2005	<u>500</u>	

14. CALLED UP SHARE CAPITAL

Authorised Number:	Class	Nominal Value:	31.03.05	31.03.04 £
2	Ordinary A	£1	2	2
2	Ordinary B	£1	2	2
1	Ordinary C	£1	<u>1</u>	<u>1</u>
			<u>5</u>	<u>5</u>

Allotted, issued and fully paid: Number:	Class	Nominal Value:	31.03.04	31.03.04 £
2	Ordinary A	£1	2	2
2	Ordinary B	£1	2	2
1	Ordinary C	£1	<u>1</u>	<u>1</u>
			<u>5</u>	<u>5</u>

The rights of the three classes of issued shares are as follows:

Dividends

Dividends may be declared in favour of one or some classes of shares to the exclusion of any other class or classes of shares and within a class in whatever proportions the directors may in their absolute discretion decide.

Voting

The A, B and C shares shall entitle their holders to receive notice of and attend all general meetings of the company, however, they shall not entitle the holders to vote at such meetings or count in the quorum thereat.

Rights

The A, B and C shares shall rank as separate classes of shares for all purposes and none shall have any rights beyond those set out above.

**Airevalley Independent Financial
Advisers Limited**

**Notes to the Abbreviated Accounts
for the Year Ended 31 March 2005**

15. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31.3.05	31.3.04
	£	£
Profit for the financial year	52,639	35,909
Dividends	(47,640)	(29,460)
	<u>4,999</u>	<u>6,449</u>
Issue of share capital during year	-	3
	<u>4,999</u>	<u>6,452</u>
Net addition to shareholders' funds	4,999	6,452
Opening shareholders' funds	6,452	-
	<u>11,451</u>	<u>6,452</u>
Closing shareholders' funds	11,451	6,452
	<u>11,451</u>	<u>6,452</u>
Equity interests	11,451	6,452
	<u>11,451</u>	<u>6,452</u>