

**Conway Stewart & Company (UK) Ltd**  
**Abbreviated Accounts**  
**Year Ended**  
**31 December 2006**



These financial statements have not been audited as the company is exempt under s249A of the Companies Act 1985 from the requirement to obtain an audit of its financial statements

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# **Conway Stewart & Company (UK) Ltd**

## **Abbreviated Accounts**

**Year Ended 31 December 2006**

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**Conway Stewart & Company (UK) Ltd****Abbreviated Balance Sheet****31 December 2006**

	Note	2006		2005	
		£	£	£	£
<b>Fixed assets</b>					
Investments	2		341,155		341,155
<b>Current assets</b>					
Debtors	3	952,248		769,478	
<b>Creditors: Amounts falling due within one year</b>		<u>1,150</u>		<u>1,000</u>	
<b>Net current assets</b>			<u>951,098</u>		<u>768,478</u>
<b>Total assets less current liabilities</b>			<u>1,292,253</u>		<u>1,109,633</u>
<b>Creditors: Amounts falling due after more than one year</b>			<u>1,863,977</u>		<u>1,679,977</u>
			<u>(571,724)</u>		<u>(570,344)</u>
<b>Capital and reserves</b>					
Called-up share capital	4		460,000		460,000
Profit and loss account			(1,031,724)		(1,030,344)
<b>Deficit</b>			<u>(571,724)</u>		<u>(570,344)</u>

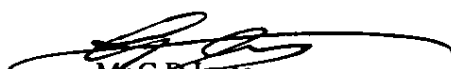
The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of 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 and authorised for issue on 26.11.07

  
M G B Jones  
Director

The notes on pages 2 to 5 form part of these abbreviated accounts.

# Conway Stewart & Company (UK) Ltd

## Notes to the Abbreviated Accounts

Year Ended 31 December 2006

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### 1. Accounting policies

#### (a) 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)

#### Going Concern

The company made a loss before exceptional items during the year of £1,380 and has net liabilities of £571,724 at 31 December 2006. The going concern basis is dependant upon the continued support of the parent company (Conway Stewart International Limited). The directors have confirmation that it is the intention of Conway Stewart International Limited to support the company for the foreseeable future. On this basis, the directors confirm that the accounts should be prepared using the going concern basis.

#### (b) Consolidation

In the opinion of the director, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

#### (c) Fixed assets

All fixed assets are initially recorded at cost.

#### (d) 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, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

#### (e) 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.

# Conway Stewart & Company (UK) Ltd

## Notes to the Abbreviated Accounts

Year Ended 31 December 2006

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### 2 Fixed assets

		Investments £
Cost		
At 1 January 2006 and 31 December 2006		<u>341,155</u>
Depreciation		<u>—</u>
Net book value		
At 31 December 2006		<u>341,155</u>
At 31 December 2005		<u>341,155</u>
The company owns 100% of the issued share capital of the company listed below. The principal activity of the subsidiary is the manufacture of high quality pens.		
	2006 £	2005 £
<b>Conway Stewart &amp; Company Limited</b>		
Aggregate capital and reserves	(580,014)	(234,226)
Loss for the year	(345,794)	(591,060)

Under the provision of section 248 of the Companies Act 1985 the company is exempt from preparing consolidated accounts and has not done so, therefore the accounts show information about the company as an individual entity.

### 3. Debtors

Debtors include amounts of £952,248 (2005 - £769,478) falling due after more than one year.

# Conway Stewart & Company (UK) Ltd

## Notes to the Abbreviated Accounts

Year Ended 31 December 2006

### 4. Share capital

#### Authorised share capital:

	2006	2005
	£	£
9,150 Ordinary A shares of £1 each	9,150	9,150
850 Ordinary B shares of £1 each	850	850
2,000,000 Redeemable preference shares of £1 each	2,000,000	2,000,000
	<u>2,010,000</u>	<u>2,010,000</u>

#### Allotted, called up and fully paid:

	2006		2005	
	No	£	No	£
Ordinary A shares of £1 each	9,150	9,150	9,150	9,150
Ordinary B shares of £1 each	850	850	850	850
Redeemable preference shares of £1 each	450,000	450,000	450,000	450,000
	<u>460,000</u>	<u>460,000</u>	<u>460,000</u>	<u>460,000</u>

	2006	2005
	£	£
Ordinary A shares of £1 each	9,150	9,150
Ordinary B shares of £1 each	850	850
	<u>10,000</u>	<u>10,000</u>

#### Amounts presented in liabilities:

Redeemable preference shares of £1 each	<u>450,000</u>	<u>450,000</u>
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All of the above shares were allotted during the period at par

Either all or part of the preference shares may be redeemed at par

\*By the company having given one months notice or

\*By a preference member having given one months notice or

\*As otherwise agreed between the company and any preference member

# **Conway Stewart & Company (UK) Ltd**

## **Notes to the Abbreviated Accounts**

**Year Ended 31 December 2006**

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### **5. Ultimate parent company**

The company was under the control of its parent and ultimate holding company, Conway Stewart International Limited, a company registered in the British Virgin Islands, throughout the current period