

Registered number  
04979889

Arcade International Limited  
(formerly known as Fireworks Arcade Limited)

Report and Accounts

31 December 2006



**Arcade International Limited**  
**Report and accounts**  
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**Arcade International Limited**  
**Company Information**

**Directors**

Mr A Mixides  
Mr Y Neokleous

**Secretary**

Mr A Mixides

**Accountants**

The JMH Partnership Limited  
JMH House  
481 Green Lanes  
Palmers Green  
London  
N13 4BS

**Registered office**

JMH House  
481 Green Lanes  
Palmers Green  
London  
N13 4BS

**Registered number**

04979889

**Arcade International Limited**  
**Directors' Report**

The directors present their report and accounts for the year ended 31 December 2006

**Principal activities**

The company's principal activity during the year continued to be that of the sale of fireworks

**Directors**

The directors who served during the year and their interests in the share capital of the company were as follows

|                | £1 Ordinary shares |            |
|----------------|--------------------|------------|
|                | 31 Dec 2006        | 1 Jan 2006 |
| Mr A Mixides   | 1                  | 1          |
| Mr Y Neokleous | 1                  | 1          |

**Directors' responsibilities**

The directors are responsible for preparing the report and accounts in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice

Company law requires the directors to prepare accounts 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 for that period. In preparing those accounts, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent, and
- prepare the accounts 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 accounts 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

**Disclosure of information to auditors**

So far as each director at the date of approval of this report is aware

- there is no relevant audit information of which the company's auditors are unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information

**Small company special provisions**

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

This report was approved by the board on 

14/7/7

Mr A Mixides  
Director

**Arcade International Limited**  
**Accountants' Report**

**Accountants' report to the directors of**  
**Arcade International Limited**

You consider that the company is exempt from an audit for the year ended 31st December 2006  
You have acknowledged, on the balance sheet, your responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company and of its profit or loss for the financial year

In accordance with your instructions, we have prepared the accounts which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the accounting records of the company and on the basis of information and explanations you have given to us

We have not carried out an audit or any other review, and consequently we do not express any opinion on these accounts

The JMH Partnership Limited  
Chartered Certified Accountants

JMH House  
481 Green Lanes  
Palmers Green  
London  
N13 4BS

Date \_\_\_\_\_

**Arcade International Limited**  
**Profit and Loss Account**  
**for the year ended 31 December 2006**

|  | <b>Notes</b> | <b>2006<br/>£</b> | <b>2005<br/>£</b> |
|--|--------------|-------------------|-------------------|
| <b>Turnover</b>                                      |              | 216,492           | 118,927           |
| Cost of sales  |              | (102,039)         | (47,266)          |
| <b>Gross profit</b>                                  |              | <u>114,453</u>    | <u>71,661</u>     |
| Administrative expenses                              |              | (97,935)          | (40,753)          |
| Other operating income                               |              | 250               | 250               |
| <b>Operating profit</b>                              | <b>2</b>     | <u>16,768</u>     | <u>31,158</u>     |
| Interest receivable                                  |              | 919               | 1,240             |
| <b>Profit on ordinary activities before taxation</b> |              | <u>17,687</u>     | <u>32,398</u>     |
| Tax on profit on ordinary activities                 | <b>3</b>     | (3,127)           | (5,234)           |
| <b>Profit for the financial year</b>                 |              | <u>14,560</u>     | <u>27,164</u>     |

**Arcade International Limited**  
**Balance Sheet**  
**as at 31 December 2006**

|   | Notes | 2006<br>£     | 2005<br>£     |
|---|-------|---------------|---------------|
| <b>Fixed assets</b>                                   |       |               |               |
| Tangible assets                                       | 4     | 5,192         | 844           |
| <b>Current assets</b>                                 |       |               |               |
| Stocks  |       | 6,584         | 1,916         |
| Debtors   | 5     | 7,231         | 49,595        |
| Cash at bank and in hand                              |       | 63,977        | 39,007        |
|   |       | <u>77,792</u> | <u>90,518</u> |
| <b>Creditors: amounts falling due within one year</b> | 6     | (28,760)      | (27,698)      |
| <b>Net current assets</b>                             |       | <u>49,032</u> | <u>62,820</u> |
| <b>Net assets</b>                                     |       | <u>54,224</u> | <u>63,664</u> |
| <b>Capital and reserves</b>                           |       |               |               |
| Called up share capital                               | 7     | 2             | 2             |
| Profit and loss account                               | 8     | 54,222        | 63,662        |
| <b>Shareholders' funds</b>                            |       | <u>54,224</u> | <u>63,664</u> |

The directors are satisfied that the company is entitled to exemption under Section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to section 249B(2) of the Act

The directors acknowledge their responsibilities for

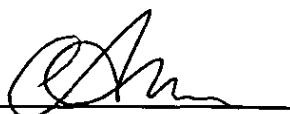
- (i) ensuring that the company keeps proper accounting records which comply with Section 221 of the Companies Act 1985, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial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

The accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985

Mr A Mixides

Director

Approved by the board on



14/7/7

**Arcade International Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2006**

**1 Accounting policies**

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

**Turnover**

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts

**Depreciation**

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives

Plant and machinery 25% Reducing Balance

**Stocks**

Stock is valued at the lower of cost and net realisable value

|                                    |             |             |
|------------------------------------|-------------|-------------|
| <b>2 Operating profit</b>          | <b>2006</b> | <b>2005</b> |
|                                    | <b>£</b>    | <b>£</b>    |
| This is stated after charging      |             |             |
| Depreciation of owned fixed assets | 1,731       | 281         |

|  |             |             |
|--|-------------|-------------|
| <b>3 Taxation</b>                      | <b>2006</b> | <b>2005</b> |
|  | <b>£</b>    | <b>£</b>    |
| UK corporation tax at 19%(2005 16 33%) | 3,127       | 5,234       |

**4 Tangible fixed assets**

|                       |  |
|-----------------------|--|
|                       | <b>Plant and<br/>machinery<br/>etc<br/>£</b> |
| <b>Cost</b>           |  |
| At 1 January 2006     | 1,125  |
| Additions             | 6,079  |
| At 31 December 2006   | 7,204  |
| <b>Depreciation</b>   |  |
| At 1 January 2006     | 281  |
| Charge for the year   | 1,731  |
| At 31 December 2006   | 2,012  |
| <b>Net book value</b> |  |
| At 31 December 2006   | 5,192  |
| At 31 December 2005   | 844  |



**Arcade International Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2006**

|   |             |             |               |               |
|---|-------------|-------------|---------------|---------------|
| <b>5 Debtors</b>  |             |             | <b>2006</b>   | <b>2005</b>   |
|   |             |             | <b>£</b>      | <b>£</b>      |
| Trade debtors   |             |             | 3,005         | 48,501        |
| Prepayments   |             |             | 4,226         | 1,094         |
|   |             |             | <u>7,231</u>  | <u>49,595</u> |
| <b>6 Creditors: amounts falling due within one year</b>       |             |             | <b>2006</b>   | <b>2005</b>   |
|   |             |             | <b>£</b>      | <b>£</b>      |
| Corporation tax   |             |             | 3,127         | 5,234         |
| Other taxes and social security costs                         |             |             | 14,369        | 12,860        |
| Other creditors   |             |             | 11,264        | 9,604         |
|   |             |             | <u>28,760</u> | <u>27,698</u> |
| <b>7 Share capital</b>  |             |             | <b>2006</b>   | <b>2005</b>   |
|   |             |             | <b>£</b>      | <b>£</b>      |
| Authorised  |             |             |               |               |
| Ordinary shares of £1 each                                    |             |             | <u>1,000</u>  | <u>1,000</u>  |
|   | <b>2006</b> | <b>2005</b> | <b>2006</b>   | <b>2005</b>   |
|   | <b>No</b>   | <b>No</b>   | <b>£</b>      | <b>£</b>      |
| Allotted, called up and fully paid                            |             |             |               |               |
| Ordinary shares of £1 each                                    | 2           | 2           | <u>2</u>      | <u>2</u>      |
| <b>8 Profit and loss account</b>                              |             |             | <b>2006</b>   | <b>2005</b>   |
|   |             |             | <b>£</b>      | <b>£</b>      |
| At 1 January  |             |             | 63,662        | 36,498        |
| Profit for the year   |             |             | 14,560        | 27,164        |
| Dividends   |             |             | (24,000)      | -             |
|   |             |             | <u>54,222</u> | <u>63,662</u> |
| At 31 December  |             |             |               |               |
| <b>9 Dividends</b>  |             |             | <b>2006</b>   | <b>2005</b>   |
|   |             |             | <b>£</b>      | <b>£</b>      |
| Dividends for which the company became liable during the year |             |             |               |               |
| Dividends paid  |             |             | <u>24,000</u> | <u>-</u>      |