

SIGARIA LIMITED
Registration number: 05013101

FINANCIAL STATEMENTS
for the 11 months ended 31 December 2005



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for the 11 months ended 31 December 2005

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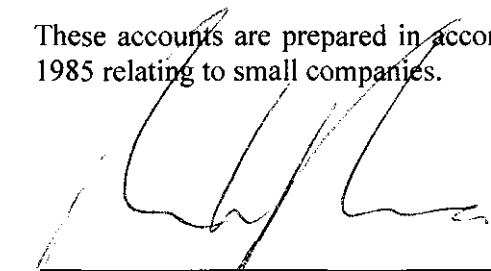
The financial statements which appear on pages 2 - 5 were approved by the board of directors on 30 November 2006.

For the year ended 31st December 2005 the company was entitled to exemption under section 294A(1) of the Companies Act 985. No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2).

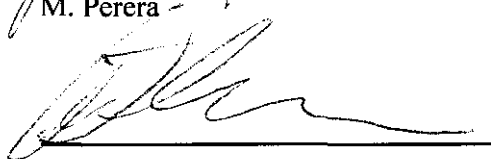
The directors acknowledge their responsibility for:

- i) Ensuring the company keeps accounting records which comply with section 221 of the Companies Act of 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 and loss for the financial year in accordance with section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company.

These accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.



M. Perera -



A. Martinez

SIGARIA LIMITED

BALANCE SHEET as at 31 December 2005

	Notes	31st December 2005 £	31st January 2005 £
Assets			
Non-current assets			
Fixed assets	2	5,638	749
Current assets		73,555	13,869
Accounts receivable		41,164	4,850
Bank balances		32,391	9,019
Total assets		<u>79,193</u>	<u>14,618</u>
Funds and liabilities			
Funds			
Funds		11,590	(295)
Shares issued		1,000	1,000
Profit/(loss) for the period/year		11,885	(1,295)
Less: Loss of prior year		(1, 295)	-
Non-current liabilities			
Proprietors' loans		14,646	-
Current liabilities			
Accounts payable		<u>52,957</u>	<u>14,913</u>
Total equity and liabilities		<u>79,193</u>	<u>14,618</u>

SIGARIA LIMITED
INCOME STATEMENT
for the 11 months ended 31 December 2005

	11 months ended 31st December 2005 £	12 months ended 31st January 2005 £
Gross revenue		
Fee Income	292,271	64,145
Cost of sales		
Expenditure	280,386	65,440
Accounting fees	600	1,200
Advertising	6,407	7,210
Amortisation	-	13
Bank charges	3,166	1,197
Commission paid	48	-
Computer expenses	7,308	689
Delivery expenses	10,189	-
Depreciation	4,456	-
Design fee	23,621	3,000
Directors salaries	72,185	-
Donations	379	128
Editors fee for magazine	12,575	-
Entertainment	6,799	1,664
General expenses	80	3,012
Hire of equipment	4,028	593
Legal expenses	700	-
Office expenses	693	252
Payroll management	468	273
Photography	650	150
Printing and stationery	11,896	2,531
Property rental	6,043	2,209
Salaries	32,401	24,406
Subscriptions	4,006	75
Telephone and fax	6,458	3,244
Training	-	1,650
Travel - local	3,781	1,296
Venue hire	61,449	10,648
Profit/(loss)	<u>11,885</u>	<u>(1,295)</u>

This statement does not form part of the financial statements and is unaudited

SIGARIA LIMITED
CASH FLOW STATEMENT
for the 11 months ended 31 December 2005

	Note	11 months ended 31st December 2005 £	12 months ended 31st January 2005 £
Cash flows from operating activities			
Cash receipts from customers		258,557	59,577
Cash paid to suppliers and employees		<u>(240,486)</u>	<u>(50,809)</u>
Cash generated by operating activities	3.1	18,071	8,768
Cash flows from investing activities			
<i>Expenditure to maintain operating capacity</i>			
Fixed assets acquired		<u>(9,345)</u>	<u>(749)</u>
Net cash used in investing activities		<u>(9,345)</u>	<u>(749)</u>
Cash flows from financing activities			
Funds contributed		-	1,000
Loans raised		<u>14,646</u>	<u>-</u>
Net cash generated by financing activities		<u>14,646</u>	<u>1,000</u>
Increase in cash and cash equivalents		23,372	9,019
Cash and cash equivalents at beginning of the period		<u>9,019</u>	<u>-</u>
Cash and cash equivalents at end of the period		<u><u>32,391</u></u>	<u><u>9,019</u></u>

SIGARIA LIMITED
NOTES TO THE FINANCIAL STATEMENTS
at 31 December 2005

1. Accounting basis

The financial statements are prepared on the historical cost basis. The following are the principal accounting policies used by the company which are consistent with those of the previous year.

These statements comply with statements of generally accepted accounting practice.

1.1 Fixed assets

The depreciation rates applicable to each category of fixed assets is as follows:

Computer equipment	33.33 %
Computer software	50 %

2. Fixed assets

	2005			2004		
	Cost / valuation	Accumulated depreciation	Carrying value	Cost / valuation	Accumulated depreciation	Carrying value
<i>Owned assets</i>						
Computer equipment	3,549	1,183	2,366	749	-	749
Computer software	6,545	3,273	3,272	-	-	-
	<u>10,094</u>	<u>4,456</u>	<u>5,638</u>	<u>749</u>	<u>-</u>	<u>749</u>

3. Notes to the cash flow statement

3.1 Cash generated by operating activities

Net profit/(loss)	11,885	(1,295)
Adjustments for:		
Depreciation and amortisation	<u>4,456</u>	<u>13</u>
	16,341	(1,282)
Movements in working capital		
Increase in accounts receivable	(36,314)	(4,850)
Increase in accounts payable	<u>38,044</u>	<u>14,900</u>
	<u>18,071</u>	<u>8,768</u>