

HALLCO 1015 LIMITED

**Directors' Report and Financial Statements
For the period ended 31 March 2005**

Unaudited

Company Number 05077768



HALLCO 1015 LIMITED

COMPANY INFORMATION

DIRECTORS	A Awan (appointed 18/03/04) R Awan (appointed 18/03/04)
SECRETARY	A Awan
COMPANY NUMBER	05077768
REGISTERED OFFICE	Bushbury House 435 Wilmslow Road Withington Manchester M20 4AF
ACCOUNTANTS	Madisons Bushbury House 435 Wilmslow Road Withington Manchester M20 4AF

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DIRECTORS' REPORT
For the period ended 31 March 2005

The directors present their report and the financial statements for the period ended 31 March 2005.

PRINCIPAL ACTIVITIES

The company's principal activity is that of property dealing.

DIRECTORS

The directors who served during the period and their beneficial interests in the company's issued share capital were:

	Ordinary shares of 1p each	
	<u>31/3/05</u>	<u>18/3/04</u>
A Awan (appointed 18/03/04)	80	100 *
R Awan (appointed 18/03/04)	80	100 *

(* held on date of appointment)

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 6 January 2006 and signed on its behalf.


A Awan
Director

**ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF HALLCO 1015 LIMITED**

In accordance with the engagement letter dated 26 October 2004, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and Loss account, the Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the Company's board of directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile financial statements that we have been engaged to compile, report to the Company's board of directors that we have done so, and state those matters that we have agreed to state to them in this 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 and the Company's board of directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet for the period ended 31 March 2005 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

Madisons

Madisons

Bushbury House
435 Wilmslow Road
Withington
Manchester
M20 4AF

6 January 2006

PROFIT AND LOSS ACCOUNT
For the period ended 31 March 2005

	Note	Period ended 31 March 2005 £
TURNOVER	1	115,500
Administrative expenses		(28,017)
OPERATING PROFIT	2	87,483
Interest receivable		16,371
Interest payable		(82,182)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		21,672
TAX ON PROFIT ON ORDINARY ACTIVITIES	3	(4,117)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<u>£ 17,555</u>

The notes on pages 6 to 8 form part of these financial statements.

HALLCO 1015 LIMITED

BALANCE SHEET
As at 31 March 2005

		31 March 2005	
	Note	£	£
FIXED ASSETS			
			<hr/>
			-
CURRENT ASSETS			
Stocks		1,455,375	
Debtors	4	247,446	
Cash at bank and in hand		65,500	
		<hr/>	
		1,768,321	
CREDITORS: amounts falling due within one year	5	(836,097)	
		<hr/>	
NET CURRENT ASSETS			932,224
			<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES			932,224
CREDITORS: amounts falling due after more than one year	6		(914,667)
			<hr/>
NET ASSETS			£ 17,557
			<hr/>
CAPITAL AND RESERVES			
Called up share capital	7		2
Profit and loss account			17,555
			<hr/>
SHAREHOLDERS' FUNDS			£ 17,557
			<hr/>

BALANCE SHEET
As at 31 March 2005

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the period in question in accordance with section 249B(2) of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 March 2005 and of its profit for the period then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the financial statements so far as applicable to the company.

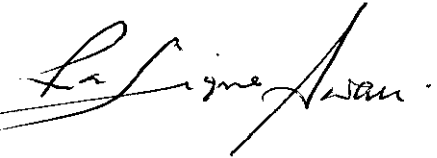
The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the board on 6 January 2006 and signed on its behalf.

A Awan
Director

A stylized, circular signature in black ink.

R Awan
Director

A stylized signature in black ink, appearing to read 'R Awan'.

The notes on pages 6 to 8 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
For the period ended 31 March 2005

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.3 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax and trade discounts.

1.4 Deferred taxation

Provision is made in full for all taxation deferred in respect of timing differences that have originated but not reversed by the balance sheet date, except for gains on disposal of fixed assets which will be rolled over into replacement assets. No provision is made for taxation on permanent differences.

Deferred tax assets are recognised to the extent that it is more likely than not that they will be recovered.

2. OPERATING PROFIT

During the period, no director received any emoluments.

3. TAXATION

	Period ended 31 March 2005 £
UK corporation tax charge on profit of the period	£ 4,117

There were no factors that affected the tax charge for the period which has been calculated on the profits on ordinary activities before tax at the standard rate of corporation tax in the UK applicable to the company.

There were no factors that may affect future tax charges.

4. DEBTORS

	2005 £
Trade debtors	44,586
Other debtors	202,860
	<u>£ 247,446</u>

NOTES TO THE FINANCIAL STATEMENTS
For the period ended 31 March 2005

5. CREDITORS:
Amounts falling due within one year

	2005 £
Bank loans and overdrafts	65,333
Trade creditors	120
Corporation tax	4,117
Other creditors	766,527
	<u>£ 836,097</u>

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

	2005 £
Bank loans	£ 914,667

Creditors include amounts not wholly repayable within 5 years as follows:

	2005 £
Repayable by instalments	£ 653,335

The company's bank loans are repayable over a 15 year term commencing from 28 June 2004. Interest is charged at 1% per annum above the bank's base rate from time to time.

7. SHARE CAPITAL

	2005 £
Authorised	
100,000 Ordinary shares of 1p each	£ 1,000
Allotted, called up and fully paid	
200 Ordinary shares of 1p each	£ 2

During the year the company allotted 2 ordinary shares of £1 each at par. These were further subdivided into 200 ordinary shares of £0.01 each.

NOTES TO THE FINANCIAL STATEMENTS
For the period ended 31 March 2005

8. RELATED PARTY TRANSACTIONS

Included within other debtors/(creditors) due within one year are the following loans to/(from) connected parties:

	Period ended 31 March 2005 £
Lightning Management Limited	(749,057)
LHT Management Limited	<u>200,000</u>

Lightning Management Limited is wholly owned by a family trust settled by R Awan and his spouse. Interest is charged at the rate of 2% above the bank's base rate.

LHT Management Limited is controlled by Mr J Clarke, who also owns 20% of Hallco 1015 Limited. Interest is charged at the rate of 6% above the bank's base rate. LHT Management Limited wholly owns LHT Anodisers Limited, who are tenants at the property owned by Hallco 1015 Limited.

Included within administration expenses is a management fee of £16,000 payable to Tikki Investments Limited, a company which is wholly owned by A Awan. The amount was outstanding at 31 March 2005 and is included within other creditors.