

SPALIFE LIMITED

FINAL ACCOUNTS

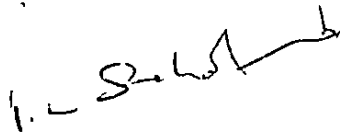
Period Ended 31.05.2010

Company No. 5138027



REPORT OF THE DIRECTORS FOR THE PERIOD ENDED 31.05.2010

Due to unforeseen circumstance, the centre of operations has been moved, plus one of the leading sales consultants has ceased with the product. As a consequence, another poor year has resulted. The directors are attempting to ensure that the poor figures recorded this year are not repeated in following years. The directors cannot recommend a dividend for this year.

A handwritten signature in black ink, appearing to read 'P.L. Schofield', written in a cursive style.

P.L. Schofield
For & on behalf of Easterntrail Ltd
Chairman

PROFIT & LOSS ACCOUNT
Year to 31/05/2010

| | 2009 | | 2010 |
|-----------------------------|--------------|--|--------------|
| Income | £ | | £ |
| Product Sales & Commissions | 36411 | | 26973 |
| Purchases | 2255 | | 1294 |
| Sales Promotions | 25 | | |
| | <u>2280</u> | | |
| Gross Profit | <u>34131</u> | | <u>25679</u> |
| Gross Wages | 30868 | | 13472 |
| Rent & Taxes | 4756 | | 1310 |
| Motor Expenses | 1855 | | 1234 |
| Travelling Expenses | 1660 | | 1235 |
| Office Expenses | 94 | | 806 |
| Professional Fees | 2696 | | 1900 |
| Bank Charges and Interest | 212 | | 184 |
| | <u>42142</u> | | 20141 |
| | | | <u>20141</u> |
| Net Profit | <u>-8011</u> | | <u>5538</u> |

BALANCE SHEET AS AT
31/05/2010

| | £ | | £ | £ |
|--|---------------|-------|-------|--------------|
| | 2009 | | | 2010 |
| Fixed Assets | | | | |
| Office Equipment | 164 | | 164 | |
| Furniture & Fittings | 1096 | | 1096 | |
| Motor Vehicle | 15500 | 16760 | 15500 | |
| | | | | <u>16760</u> |
| Current Assets | | | | |
| Sundry Debtors | 3680 | | 2727 | |
| Bank & Cash Accounts | 0 | | 0 | 2727 |
| | <u>3680</u> | | | |
| Current Liabilities | | | | |
| Short Term Creditors | 1171 | | -377 | |
| Bank Account | 13097 | | 4704 | 4327 |
| | <u>14268</u> | | | |
| Current Assets less Current Liabilities | <u>-10588</u> | | | -1600 |
| Total Assets less Current Liabilities | 6172 | | | 15160 |
| Long Term Liabilities | | | | |
| Creditors Long Term | 1500 | | 14950 | <u>14950</u> |
| Total Assets less Total Liabilities | <u>4672</u> | | | <u>210</u> |
| Capital and Reserves | | | | |
| Share Capital | 1000 | | | 1000 |
| Reserves | 11682 | | | -6328 |
| P & L Account | <u>-8010</u> | | | <u>5538</u> |
| | <u>4672</u> | | | <u>210</u> |

NOTES TO THE ACCOUNTS

1. SALES

Due to operational difficulties the turnover dropped considerably and the income was much lower than predicted

2. COST OF SALES

The cost of sales has reduced in line with the reduction in income

3. OVERHEADS

Salaries The salaries were increased as the overall costs incurred in the move of the director were also considerably high than previously experienced

Rent The rent shown is that incurred on maintaining an office presence in the United Kingdom

4 Motor & Travelling expenses were lower than the prior year as the movement between properties in Belgium and France ceased

5 Professional Fees The increase covers the legal and other fees in acquiring the property which the Company can use for seminars and training

6 Depreciation The Directors did not include depreciation in the accounts as they felt that the current depreciated value reflected the current market values

BALANCE SHEET

7 Debtors has reduced and is represented by the amount of commission due immediately prior to the year end, Nikken is the only debtor

8 Short Term Creditors represents the amount of salary held by the Company. The Director is the only creditor

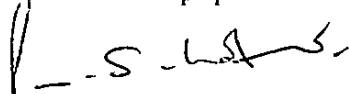
9 The Bank account reflects the increase in salaries against the reduced income

For the year ended 31 05 2010 the Company was entitled to exemption from audit under section 477 of the Companies Act 2006

The members have not required the Company to obtain an audit in accordance with Section 476 of the Companies Act 2006

The Directors acknowledge their responsibility complying with the requirements of the Act with respect to accounting records and for the preparation of accounts

The accounts are prepared in accordance with the special provisions applicable to Companies subject to small companies regime



Chairman

P.L. Schofield For & on behalf of
Eastertrail Limited