

ABBREVIATED AUDITED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2008

FOR

ABILITY (BAKER STREET) LIMITED

TUESDAY



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31/03/2009

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COMPANIES HOUSE

ABILITY (BAKER STREET) LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2008

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ABILITY (BAKER STREET) LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2008

DIRECTOR: A.C. Panayiotou

SECRETARY: J.Y. Chin

REGISTERED OFFICE: Ability House
7 Portland Place
London
W1B 1PP

REGISTERED NUMBER: 05453405 (England and Wales)

AUDITORS: Langley Group LLP
Langley House
Park Road
London
N2 8EX

ABILITY (BAKER STREET) LIMITED

REPORT OF THE INDEPENDENT AUDITORS TO
ABILITY (BAKER STREET) LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages three to five, together with the financial statements of Ability (Baker Street) Limited for the year ended 31 December 2008 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of director and auditors

The director is responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The Special Auditor's Report on Abbreviated Accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with those provisions.



Langley Group LLP
Chartered Certified Accountants & Registered Auditors
Langley House
Park Road
London
N2 8EX

30 March 2009

ABILITY (BAKER STREET) LIMITED

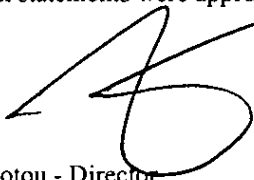
ABBREVIATED BALANCE SHEET

31 DECEMBER 2008

| | Notes | 31.12.08 £ | £ | 31.12.07 £ | £ |
|--|-------|-------------------|--------------------|-------------------|--------------------|
| FIXED ASSETS | | | | | |
| Investment property | 2 | | 4,000,000 | | 4,000,000 |
| CURRENT ASSETS | | | | | |
| Stocks | | 71,353,740 | | 67,787,194 | |
| Debtors | | 179,251 | | 118,272 | |
| Cash at bank | | <u>8,362</u> | | <u>102,142</u> | |
| | | 71,541,353 | | 68,007,608 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 3 | <u>74,030,471</u> | | <u>72,323,828</u> | |
| NET CURRENT LIABILITIES | | | <u>(2,489,118)</u> | | <u>(4,316,220)</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>1,510,882</u> | | <u>(316,220)</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | 4 | | 2 | | 2 |
| Revaluation reserve | | | 866,346 | | 866,346 |
| Profit and loss account | | | <u>644,534</u> | | <u>(1,182,568)</u> |
| SHAREHOLDERS' FUNDS | | | <u>1,510,882</u> | | <u>(316,220)</u> |

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

The financial statements were approved by the director on 30 March 2009 and were signed by:


A.C. Panayiotou - Director

The notes form part of these abbreviated accounts

ABILITY (BAKER STREET) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

1. ACCOUNTING POLICIES

Basis of preparation

The presence of net liabilities and net current liabilities arises as a result of amounts owed to the company's present parent undertaking, Ability Developments Limited. Ability Developments Limited has informed the company that it will continue to provide such financial support as the company requires for its continued operations while the company is still under its control. Accordingly, the accounts have been prepared on a going concern basis.

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

Stocks

Work in progress is shown at the lower of cost and net realisable value. Work in progress comprises direct materials, labour costs, site overheads, associated professional charges and other attributable overheads which have been incurred in bringing the work in progress to its present location and condition. Cost also includes interest arising from the finance of work in progress at the rate of 100%. Net realisable value represents the estimated selling prices less all estimated costs of completion and costs to be incurred in marketing and selling.

Turnover and revenue recognition

Turnover represents net rent receivable, excluding value added tax and the total sales value of legally completed properties. Revenue and profit on sales are recognised upon legal completion.

Debt instruments

Debt instruments are stated at their net proceeds on issue. Issue costs are amortised to the profit and loss account over the life of the instrument.

2. INVESTMENT PROPERTY

| | Total £ |
|-----------------------|------------------|
| COST | |
| At 1 January 2008 | |
| and 31 December 2008 | <u>4,000,000</u> |
| NET BOOK VALUE | |
| At 31 December 2008 | <u>4,000,000</u> |
| At 31 December 2007 | <u>4,000,000</u> |

3. CREDITORS

Creditors include an amount of £0 (31.12.07 - £50,484,014) for which security has been given.

4. CALLED UP SHARE CAPITAL

| | | | | |
|----------------------------------|----------|-------------------|--------------|--------------|
| Authorised: | | | | |
| Number: | Class: | Nominal value: | 31.12.08 | 31.12.07 |
| | | | £ | £ |
| 1,000 | Ordinary | £1 | <u>1,000</u> | <u>1,000</u> |
| Allotted, issued and fully paid: | | | | |
| Number: | Class: | Nominal value: | 31.12.08 | 31.12.07 |
| | | | £ | £ |
| 2 | Ordinary | £1 | <u>2</u> | <u>2</u> |

ABILITY (BAKER STREET) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

5. ULTIMATE PARENT COMPANY

Ability (Baker Street) Limited is a wholly owned subsidiary of Ability Developments Limited, a company registered in England and Wales, at the balance sheet date. Ability Developments Limited is a wholly owned subsidiary of the ultimate parent company, AP Ability Holdings Limited, which is a company registered in Cyprus. AP Ability Holdings Limited is under the control of The Costas Panayiotou 1997 Settlement Trust.