

COMPANY REGISTRATION NUMBER 5889138

**A & A RECYCLING
LIMITED**

**UNAUDITED FINANCIAL
STATEMENTS**

31ST JULY 2007

SATURDAY



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03/05/2008

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COMPANIES HOUSE

ABBOTS

Chartered Certified Accountants
Printing House,
66 Lower Road,
Harrow,
HA2 0DH

A & A RECYCLING LIMITED
FINANCIAL STATEMENTS
PERIOD FROM 27TH JULY 2006 TO 31ST JULY 2007

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A & A RECYCLING LIMITED

THE DIRECTOR'S REPORT

PERIOD FROM 27TH JULY 2006 TO 31ST JULY 2007

The director presents his report and the unaudited financial statements of the company for the period from 27th July 2006 to 31st July 2007

PRINCIPAL ACTIVITIES

The company was incorporated on 27th July 2006 and commenced trading on 28th March 2007

The principal activity of the company during the period was recycling waste

DIRECTOR

The director who served the company during the period was as follows

Mr J Adamberry

Mr J Adamberry was appointed as a director on 27th July 2006

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985

Registered office
Printing House
66 Lower Road
Harrow
Middlesex
HA2 0DH

Signed by order of the director



JASON HALL
Company Secretary

Approved by the director on 22nd April 2008

A & A RECYCLING LIMITED
PROFIT AND LOSS ACCOUNT
PERIOD FROM 27TH JULY 2006 TO 31ST JULY 2007

	Note	Period from 27 Jul 06 to 31 Jul 07 £
TURNOVER		140,165
Cost of sales		106,719
GROSS PROFIT		<u>33,446</u>
Administrative expenses		83,355
OPERATING LOSS	2	(49,909)
Interest payable and similar charges	3	2,452
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>(52,361)</u>
Tax on loss on ordinary activities		—
LOSS FOR THE FINANCIAL PERIOD		<u>(52,361)</u>

All of the activities of the company are classed as continuing

The company has no recognised gains or losses other than the results for the
period as set out above

A & A RECYCLING LIMITED**BALANCE SHEET****31ST JULY 2007**

	Note	£	31 Jul 07 £
FIXED ASSETS			
Tangible assets	4		65,496
CURRENT ASSETS			
Debtors	5	99,027	
Cash in hand		1,000	
		<u>100,027</u>	
CREDITORS. Amounts falling due within one year	6	<u>178,271</u>	
NET CURRENT LIABILITIES			<u>(78,244)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(12,748)</u>
CREDITORS: Amounts falling due after more than one year	7		<u>39,611</u>
			<u>(52,359)</u>
CAPITAL AND RESERVES			
Called-up equity share capital	10		2
Profit and loss account			<u>(52,361)</u>
DEFICIT	11		<u>(52,359)</u>

The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the period by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act

The director acknowledges his responsibility for

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

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985

These financial statements were approved and signed by the director and authorised for issue on 22nd April 2008


MR J ADAMBERRY

A & A RECYCLING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
PERIOD FROM 27TH JULY 2006 TO 31ST JULY 2007

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with applicable UK accounting standards

The going concern basis has been used

Of the company's liabilities £90,958 is owed to the company director and it has been agreed that repayment will not be demanded whilst such action would adversely affect the company's operations

Cash flow statement

The director has taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is small

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the period, exclusive of Value Added Tax

Fixed assets

All fixed assets are initially recorded at cost

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Plant & Machinery - 25% reducing balance basis

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account at a constant rate of charge on the balance of capital repayments outstanding

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions

A & A RECYCLING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
PERIOD FROM 27TH JULY 2006 TO 31ST JULY 2007

1 ACCOUNTING POLICIES *(continued)*

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the director considers that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

2. OPERATING LOSS

Operating loss is stated after charging

	Period from 27 Jul 06 to 31 Jul 07 £
Director's emoluments	—
Depreciation of owned fixed assets	8,466
Depreciation of assets held under hire purchase agreements	938
	<u> </u>

A & A RECYCLING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
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3. INTEREST PAYABLE AND SIMILAR CHARGES

	Period from 27 Jul 06 to 31 Jul 07 £
Finance charges	265
Other interest and similar charges	2,187
	<u>2,452</u>

4. TANGIBLE FIXED ASSETS

	Plant & Machinery £
COST	
Additions	74,900
At 31st July 2007	<u>74,900</u>
DEPRECIATION	
Charge for the period	9,404
At 31st July 2007	<u>9,404</u>
NET BOOK VALUE	
At 31st July 2007	<u>65,496</u>

Hire purchase agreements

Included within the net book value of £65,496 is £14,063 relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the period in respect of such assets amounted to £938.

5. DEBTORS

	31 Jul 07 £
Trade debtors	67,609
VAT recoverable	19,417
Other debtors	1
Prepayments and accrued income	12,000
	<u>99,027</u>

A & A RECYCLING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
PERIOD FROM 27TH JULY 2006 TO 31ST JULY 2007

6. CREDITORS: Amounts falling due within one year

	£	31 Jul 07 £
Bank loans and overdrafts		19,742
Trade creditors		27,015
Other creditors including taxation and social security		
PAYE and social security	5,043	
Hire purchase agreements	8,023	
Directors loan account	90,958	
Other creditors	24,990	
Accruals and deferred income	2,500	
		<u>131,514</u>
		<u>178,271</u>

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

	£	31 Jul 07 £
Bank loans		30,304
Hire purchase agreements		9,307
		<u>39,611</u>

8 COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows

	31 Jul 07 £
Amounts payable within 1 year	8,023
Less interest and finance charges relating to future periods	9,307
	<u>17,330</u>
Hire purchase agreements are analysed as follows	
Current obligations	8,023
Non-current obligations	9,307
	<u>17,330</u>

9 RELATED PARTY TRANSACTIONS

The company was under the control of Mr Adamberry and Mr Hall throughout the current period Mr Adamberry is the managing director

Transactions with Mr Adamberry trading as "Talking Rubbish" were as follows

Included within Cost of Sales is £15,250 (tipping costs) and £1,246 (fleet insurance) invoiced by A & A Recycling Limited

A & A RECYCLING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
PERIOD FROM 27TH JULY 2006 TO 31ST JULY 2007

10. SHARE CAPITAL**Authorised share capital:**

	31 Jul 07
	£
50,000 Ordinary shares of £1 each	<u>50,000</u>

Allotted, called up and fully paid:

	No	£
Ordinary shares of £1 each	<u>2</u>	<u>2</u>

During the period 2 Ordinary shares of £1 each were allotted with a nominal value of £2 and fully paid for cash at par to form the capital base of the company

11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31 Jul 07
	£
Loss for the financial period	(52,361)
New ordinary share capital subscribed	<u>2</u>
Net reduction to shareholders' funds	(52,359)
Closing shareholders' deficit	<u>(52,359)</u>