

COMPANY REGISTRATION NUMBER 5889138

A & A RECYCLING LIMITED
UNAUDITED
FINANCIAL STATEMENTS
31ST JULY 2009



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

A & A RECYCLING LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31ST JULY 2009

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A & A RECYCLING LIMITED

THE DIRECTOR'S REPORT

YEAR ENDED 31ST JULY 2009

The director has pleasure in presenting his report and the unaudited financial statements of the company for the year ended 31st July 2009

PRINCIPAL ACTIVITIES

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

DIRECTOR

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

Mr J Adamberry

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

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 11th February 2010

A & A RECYCLING LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31ST JULY 2009

	Note	2009 £	2008 £
TURNOVER		795,128	604,140
Cost of sales		327,126	202,946
GROSS PROFIT		468,002	401,194
Administrative expenses		404,420	408,822
Other operating income	2	—	(36,000)
OPERATING PROFIT	3	63,582	28,372
Interest receivable		145	17
Interest payable and similar charges	4	(14,592)	(13,381)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		49,135	15,008
Tax on profit on ordinary activities		—	—
PROFIT FOR THE FINANCIAL YEAR		49,135	15,008

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
year as set out above

The notes on pages 4 to 9 form part of these financial statements

A & A RECYCLING LIMITED

BALANCE SHEET 31ST JULY 2009

FIXED ASSETS

Tangible assets	5	219,653	165,761
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CURRENT ASSETS

Debtors	6	193,787	116,808
Cash at bank		20,570	1,185
		214,357	117,993

CREDITORS: Amounts falling due within one year

	7	379,081	247,955
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NET CURRENT LIABILITIES

		(164,724)	(129,962)
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TOTAL ASSETS LESS CURRENT LIABILITIES

		54,929	35,799
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CREDITORS: Amounts falling due after more than one year

	8	43,144	73,150
		11,785	(37,351)

CAPITAL AND RESERVES

Called-up equity share capital	12	3	2
Profit and loss account	13	11,782	(37,353)

SHAREHOLDERS'

FUNDS/(DEFICIT)	14	11,785	(37,351)
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The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477, and that no member or members have requested an audit pursuant to section 476 of the Act

The director acknowledges his responsibility for

- (i) ensuring that the company keeps adequate accounting records which comply with section 386 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 year and of its profit or loss for the financial year in accordance with the requirements of sections 393, 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 15 of the Companies Act 2006

These financial statements were approved and signed by the director and authorised for issue on 11th February 2010



MR J ADAMBERRY

Company Registration Number 5889138

A & A RECYCLING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST JULY 2009

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

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 year, 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	- 15% reducing balance basis
Equipment	- 15% reducing balance basis
Leasehold improvements	- 15% straight line

This year the company has extended the useful life of its fixed assets

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.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

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
YEAR ENDED 31ST JULY 2009

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. OTHER OPERATING INCOME

	2009	2008
	£	£
Rent receivable	—	<u>36,000</u>

A & A RECYCLING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST JULY 2009

3. OPERATING PROFIT

Operating profit is stated after charging

	2009 £	2008 £
Director's remuneration	—	—
Depreciation of owned fixed assets	26,250	8,086
Depreciation of assets held under hire purchase agreements	13,042	8,883
Loss on disposal of fixed assets	13,025	10,500
Operating lease costs		
- Plant and equipment	<u>8,135</u>	<u>—</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2009 £	2008 £
Finance charges	7,114	5,746
Other interest and similar charges	7,478	7,635
	<u>14,592</u>	<u>13,381</u>

5. TANGIBLE FIXED ASSETS

	Plant & Machinery £	Equipment £	Leasehold improvements £	Total £
COST				
At 1st August 2008	189,637	997	—	190,634
Additions	65,334	212	47,000	112,546
Disposals	(25,937)	—	—	(25,937)
At 31st July 2009	<u>229,034</u>	<u>1,209</u>	<u>47,000</u>	<u>277,243</u>
DEPRECIATION				
At 1st August 2008	24,787	86	—	24,873
Charge for the year	32,073	169	7,050	39,292
On disposals	(6,575)	—	—	(6,575)
At 31st July 2009	<u>50,285</u>	<u>255</u>	<u>7,050</u>	<u>57,590</u>
NET BOOK VALUE				
At 31st July 2009	<u>178,749</u>	<u>954</u>	<u>39,950</u>	<u>219,653</u>
At 31st July 2008	<u>164,850</u>	<u>911</u>	<u>—</u>	<u>165,761</u>

Hire purchase agreements

Included within the net book value of £219,653 is £73,904 (2008 - £86,945) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £13,042 (2008 - £8,883).

A & A RECYCLING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST JULY 2009

6. DEBTORS

	2009	2008
	£	£
Trade debtors	166,606	93,382
Other debtors	895	1,312
Prepayments and accrued income	26,286	22,114
	<u>193,787</u>	<u>116,808</u>

7. CREDITORS: Amounts falling due within one year

	2009		2008
	£	£	£
Bank loans and overdrafts		72,913	65,655
Trade creditors		123,362	77,175
Other creditors including taxation and social security			
PAYE and social security	22,395		41,111
VAT	21,809		14,964
Hire purchase agreements	23,565		20,360
Directors loan account	98,173		15,094
Other creditors	14,364		11,096
Accruals and deferred income	<u>2,500</u>		<u>2,500</u>
		182,806	105,125
		<u>379,081</u>	<u>247,955</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company

	2009	2008
	£	£
Bank loans and overdrafts	7,510	7,593
Hire purchase agreements	23,565	20,360
	<u>31,075</u>	<u>27,953</u>

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

	2009	2008
	£	£
Bank loans and overdrafts	15,466	22,742
Hire purchase agreements	27,678	50,408
	<u>43,144</u>	<u>73,150</u>

A & A RECYCLING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST JULY 2009

8. CREDITORS: Amounts falling due after more than one year *(continued)*

The following liabilities disclosed under creditors falling due after more than one year are secured by the company

	2009	2008
	£	£
Bank loans and overdrafts	15,466	22,754
Hire purchase agreements	50,408	50,408
	<u>65,874</u>	<u>73,162</u>

9. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows

	2009	2008
	£	£
Amounts payable within 1 year	27,780	27,404
Amounts payable between 1 and 2 years	17,180	26,945
Amounts payable between 3 and 5 years	13,360	30,540
	58,320	84,889
Less interest and finance charges relating to future periods	(7,077)	(14,121)
	<u>51,243</u>	<u>70,768</u>
Hire purchase agreements are analysed as follows		
Current obligations	23,565	20,360
Non-current obligations	27,678	50,408
	<u>51,243</u>	<u>70,768</u>

10. COMMITMENTS UNDER OPERATING LEASES

At 31st July 2009 the company had annual commitments under non-cancellable operating leases as set out below.

	Assets other than Land and buildings	
	2009	2008
	£	£
Operating leases which expire		
Within 2 to 5 years	<u>14,592</u>	<u>-</u>

11. RELATED PARTY TRANSACTIONS

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

Transactions with Mr Adamberry trading as "Talking Rubbish" were as follows Included within turnover is £67,666 (2008 - £95,992) invoiced by A & A Recycling Limited Included within rent receivable is £18,000 (2008 - £36,000) invoiced by A & A Recycling Limited

A & A RECYCLING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST JULY 2009

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

	2009 £	2008 £
50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>

Allotted, called up and fully paid:

	2009 No	£	2008 No	£
3 Ordinary shares of £1 each	<u>3</u>	<u>3</u>	<u>2</u>	<u>2</u>

During the year 1 Ordinary share of £1 was allotted with a nominal value of £1 and fully paid for cash at par.

13. PROFIT AND LOSS ACCOUNT

	2009 £	2008 £
Balance brought forward	(37,353)	(52,361)
Profit for the financial year	49,135	15,008
Balance carried forward	<u>11,782</u>	<u>(37,353)</u>

14. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2009 £	2008 £
Profit for the financial year	49,135	15,008
New ordinary share capital subscribed	1	—
Net addition to shareholders' deficit	49,136	15,008
Opening shareholders' deficit	(37,351)	(52,359)
Closing shareholders' funds/(deficit)	<u>11,785</u>	<u>(37,351)</u>