

**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2005
FOR
JOHN DOE LIMITED**



JOHN DOE LIMITED

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FOR THE YEAR ENDED 31 MAY 2005**

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JOHN DOE LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 MAY 2005

DIRECTORS: R S Bains
Mrs A K Bains

SECRETARY: R S Bains

REGISTERED OFFICE: Enterprise House
179 Goswell Road
London
EC1V 7HJ

REGISTERED NUMBER: 3060923

ACCOUNTANTS: Sage & Co
Chartered Accountants
38A High Street
Northwood
Middlesex
HA6 1BN

JOHN DOE LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MAY 2005

The directors present their report with the financial statements of the company for the year ended 31 May 2005.

PRINCIPAL ACTIVITIES

The principal activities of the company in the year under review were those of trading in securities and investment in property.

DIRECTORS

The directors during the year under review were:

R S Bains
Mrs A K Bains

The beneficial interests of the directors holding office on 31 May 2005 in the issued share capital of the company were as follows:

	31.5.05	1.6.04
Ordinary £1 shares		
R S Bains	1	1
Mrs A K Bains	1	1

STATEMENT OF DIRECTORS' RESPONSIBILITIES

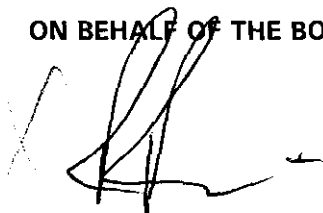
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



R S Bains - Secretary

28 March 2006

JOHN DOE LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MAY 2005

	Notes	2005 £	2004 £
TURNOVER		24,113	627,059
Cost of sales		22,901	888,268
GROSS PROFIT/(LOSS)		1,212	(261,209)
Administrative expenses		9,928	6,828
		(8,716)	(268,037)
Other operating income		105,098	68,250
OPERATING PROFIT/(LOSS)	2	96,382	(199,787)
Interest receivable and similar income		325	-
		96,707	(199,787)
Interest payable and similar charges		26,414	14,819
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		70,293	(214,606)
Tax on profit/(loss) on ordinary activities	3	12,436	-
PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION		57,857	(214,606)
RETAINED PROFIT/(DEFICIT) FOR THE YEAR		57,857	(214,606)

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profit for the current year and the loss for the previous year.

The notes form part of these financial statements

JOHN DOE LIMITED

BALANCE SHEET
31 MAY 2005

		2005		2004	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	4		19,642		17,824
Investment property	5		614,818		305,206
			<u>634,460</u>		<u>323,030</u>
CURRENT ASSETS					
Stocks		294,633		293,421	
Debtors	6	4,000		-	
Cash at bank		-		49	
		<u>298,633</u>		<u>293,470</u>	
CREDITORS					
Amounts falling due within one year	7	125,577		78,510	
NET CURRENT ASSETS			<u>173,056</u>		<u>214,960</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			807,516		537,990
CREDITORS					
Amounts falling due after more than one year	8		991,229		779,560
			<u>(183,713)</u>		<u>(241,570)</u>
CAPITAL AND RESERVES					
Called up share capital	11		2		2
Profit and loss account	12		(183,715)		(241,572)
SHAREHOLDERS' FUNDS	14		<u>(183,713)</u>		<u>(241,570)</u>

The notes form part of these financial statements

JOHN DOE LIMITED

BALANCE SHEET - continued
31 MAY 2005

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 May 2005.

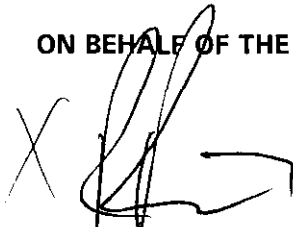
The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2005 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

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

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to be 'R S Bains', is written over a large, stylized 'X' mark.

R S Bains - Director

Approved by the Board on 28 March 2006

The notes form part of these financial statements

JOHN DOE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2005

1. ACCOUNTING POLICIES

Accounting convention

The financial statements are prepared under the historical cost convention as modified by the revaluation of investment properties and in accordance with applicable accounting standards.

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover which excludes value added tax, represents income received in the ordinary course of business in respect of the company's activities in the UK.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings - 10% on reducing balance

Investment properties

Investment properties are stated at their open market value. The properties are valued by the directors and any surplus arising on revaluation is taken to the revaluation reserve. Any deficit arising on revaluation is taken to the revaluation reserve, except to the extent of any permanent diminution in value below cost, which is taken to the profit and loss account. No depreciation is provided in respect of these properties. The directors consider that this accounting policy, which is a departure from the Companies Act 1985 but in accordance with Statement of Standard Accounting Practice No. 19, results in the financial statements giving a true and fair view.

Stocks

Stocks of securities are stated at the lower at cost and net realisable value.

Deferred tax

Deferred tax arises as a result of including items of income and expenditure in taxation computations in periods different from those in which they are included in the company's financial statements. Deferred tax is provided in full on timing differences which result in an obligation to pay more (or less) tax at a future date, at the average tax rates that are expected to apply when the timing differences reverse, based on current tax rates and laws.

2. OPERATING PROFIT/(LOSS)

The operating profit (2004 - operating loss) is stated after charging:

	2005	2004
	£	£
Depreciation - owned assets	2,182	1,980
	<u> </u>	<u> </u>
Directors' emoluments and other benefits etc	-	-
	<u> </u>	<u> </u>

JOHN DOE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2005**

3. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	2005 £	2004 £
Current tax:		
UK corporation tax	12,436	-
	<u>12,436</u>	<u>-</u>
Tax on profit/(loss) on ordinary activities	<u>12,436</u>	<u>-</u>

4. TANGIBLE FIXED ASSETS

	Fixtures and fittings £
COST	
At 1 June 2004	28,335
Additions	4,000
	<u>32,335</u>
At 31 May 2005	<u>32,335</u>
DEPRECIATION	
At 1 June 2004	10,511
Charge for year	2,182
	<u>12,693</u>
At 31 May 2005	<u>12,693</u>
NET BOOK VALUE	
At 31 May 2005	<u>19,642</u>
At 31 May 2004	<u>17,824</u>

5. INVESTMENT PROPERTY

	Total £
COST	
At 1 June 2004	305,206
Additions	309,612
	<u>614,818</u>
At 31 May 2005	<u>614,818</u>
NET BOOK VALUE	
At 31 May 2005	<u>614,818</u>
At 31 May 2004	<u>305,206</u>

JOHN DOE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2005**

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2005 £	2004 £
Other debtors	4,000	-
	<u>4,000</u>	<u>-</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2005 £	2004 £
Bank loans and overdrafts (see note 9)	105,613	80,620
Taxation and social security	12,436	(5,538)
Other creditors	7,528	3,428
	<u>125,577</u>	<u>78,510</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2005 £	2004 £
Bank loans (see note 9)	413,770	167,622
Other creditors	577,459	611,938
	<u>991,229</u>	<u>779,560</u>

Other creditors represent shareholders loan which is interest free with no formal repayment terms.

9. LOANS

An analysis of the maturity of loans is given below:

	2005 £	2004 £
Amounts falling due within one year or on demand:		
Bank overdrafts	48,024	49,557
Bank loans	57,589	31,063
	<u>105,613</u>	<u>80,620</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	<u>61,446</u>	<u>33,143</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>116,912</u>	<u>113,351</u>

JOHN DOE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2005**

9. LOANS - continued

	2005 £	2004 £
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>235,412</u>	<u>21,128</u>

10. SECURED DEBTS

The following secured debts are included within creditors:

	2005 £	2004 £
Bank loans	<u>471,359</u>	<u>198,685</u>

11. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2005 £	2004 £
100	Ordinary	£1	<u>100</u>	<u>100</u>

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2005 £	2004 £
2	Ordinary	£1	<u>2</u>	<u>2</u>

12. RESERVES

	Profit and loss account £
At 1 June 2004	(241,572)
Retained profit for the year	<u>57,857</u>
At 31 May 2005	<u>(183,715)</u>

13. RELATED PARTY DISCLOSURES

The company is controlled by R S Bains and A K Bains who own 100% of the issued ordinary share capital in the company.

The company has granted a short lease to R S Bains in respect of part of its investment property. The rent charged is on a normal commercial basis and amounted to £78,677 (2004 - £46,000) during the year.

JOHN DOE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2005

14. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2005 £	2004 £
Profit/(Loss) for the financial year	57,857	(214,606)
Net addition/(reduction) to shareholders' funds	57,857	(214,606)
Opening shareholders' funds	(241,570)	(26,964)
Closing shareholders' funds	<u>(183,713)</u>	<u>(241,570)</u>
Equity interests	<u>(183,713)</u>	<u>(241,570)</u>