

**WATERSIDE PLASTICS LIMITED**  
**UNAUDITED FINANCIAL STATEMENTS**  
**31 DECEMBER 2005**



**MOORE STEPHENS**  
Chartered Accountants  
Centurion House  
129 Deansgate  
Manchester  
M3 3WR

# **WATERSIDE PLASTICS LIMITED**

## **FINANCIAL STATEMENTS**

**YEAR ENDED 31 DECEMBER 2005**

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**WATERSIDE PLASTICS LIMITED**  
**OFFICERS AND PROFESSIONAL ADVISERS**

<b>The board of directors</b>	A Carlton J Daniels
<b>Company secretary</b>	A. Carlton
<b>Registered office</b>	2nd Floor Centurion House 129 Deansgate Manchester M3 3WR
<b>Accountants</b>	Moore Stephens Chartered Accountants Centurion House 129 Deansgate Manchester M3 3WR

# WATERSIDE PLASTICS LIMITED

## THE DIRECTORS' REPORT

YEAR ENDED 31 DECEMBER 2005

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 31 December 2005.

### PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the renting of property.

### THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE PARENT COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the parent company were as follows:

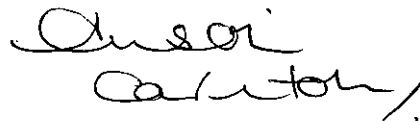
		At	At
	Class of share	31 December 2005	1 January 2005
A Carlton	Ordinary shares	1	1
J Daniels	Ordinary shares	<u>2,999</u>	<u>2,999</u>

### 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:  
2nd Floor Centurion House  
129 Deansgare  
Manchester  
M3 3WR

Signed by order of the directors



A. CARLTON  
Company Secretary

Approved by the directors on 16 October 2006

# **WATERSIDE PLASTICS LIMITED**

## **CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF WATERSIDE PLASTICS LIMITED**

**YEAR ENDED 31 DECEMBER 2005**

In accordance with our terms of engagement, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and Loss Account, Statement of Total Recognised Gains and Losses, Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 and the Company's Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 December 2005 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.



MOORE STEPHENS  
Chartered Accountants

Centurion House  
129 Deansgate  
Manchester  
M3 3WR

16 October 2006

# **WATERSIDE PLASTICS LIMITED**

## **PROFIT AND LOSS ACCOUNT**

**YEAR ENDED 31 DECEMBER 2005**

	<b>Note</b>	<b>2005 £</b>	<b>2004 £</b>
<b>TURNOVER</b>		<b>21,070</b>	26,594
Administrative expenses		<u><b>23,475</b></u>	<u>28,749</u>
<b>OPERATING LOSS</b>	<b>2</b>	<b>(2,405)</b>	(2,155)
Interest receivable	<b>3</b>	<b>22</b>	31
		<hr/>	<hr/>
<b>LOSS ON ORDINARY ACTIVITIES BEFORE AND AFTER TAXATION</b>		<b>(2,383)</b>	(2,124)
		<hr/>	<hr/>
<b>LOSS FOR THE FINANCIAL YEAR</b>		<u><b>(2,383)</b></u>	<u>(2,124)</u>

The notes on pages 7 to 9 form part of these financial statements.

**WATERSIDE PLASTICS LIMITED**  
**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES**  
**YEAR ENDED 31 DECEMBER 2005**

	2005 £	2004 £
Loss for the financial year attributable to the shareholders	(2,383)	(2,124)
Unrealised profit on revaluation of certain fixed assets	<u>192,000</u>	<u>188,000</u>
Total gains and losses recognised since the last annual report	<u><u>189,617</u></u>	<u><u>185,876</u></u>

The notes on pages 7 to 9 form part of these financial statements.

# WATERSIDE PLASTICS LIMITED

## BALANCE SHEET

31 DECEMBER 2005

	Note	2005 £	2004 £
<b>FIXED ASSETS</b>			
Tangible assets	4	840,000	648,000
Investments	5	211,678	211,678
		<u>1,051,678</u>	<u>859,678</u>
<b>CURRENT ASSETS</b>			
Debtors	6	4,975	1,860
Cash at bank and in hand		17,017	2,636
		<u>21,992</u>	<u>4,496</u>
<b>CREDITORS: Amounts falling due within one year</b>	7	<u>25,558</u>	<u>5,679</u>
<b>NET CURRENT LIABILITIES</b>		<u>(3,566)</u>	<u>(1,183)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>1,048,112</u>	<u>858,495</u>
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	9	131,300	131,300
Revaluation reserve	10	703,327	511,327
Other reserves	10	28,000	28,000
Profit and loss account	10	185,485	187,868
<b>SHAREHOLDERS' FUNDS</b>		<u>1,048,112</u>	<u>858,495</u>

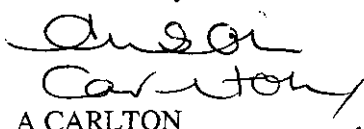
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2)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

The directors acknowledge their responsibilities 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 year and of its profit or loss for the financial year 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 and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

These financial statements were approved by the directors on the 16 October 2006 and are signed on their behalf by:

  
A CARLTON  
Director

The notes on pages 7 to 9 form part of these financial statements.



**WATERSIDE PLASTICS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2005**

**1. ACCOUNTING POLICIES**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

**Turnover**

The turnover shown in the profit and loss account represents rents received during the year.

**Investment properties**

The property is being held for its investment potential and in accordance with SSAP19:

- (i) Investment properties are revalued annually and the aggregate surplus or deficit is transferred to a revaluation reserve, unless the total of the investment revaluation reserve is insufficient to cover a deficit, in which case the amount by which the deficit exceeds the amount in the investment revaluation reserve is charged in the profit and loss account; and
- (ii) No depreciation or amortisation is provided in respect of freehold investment properties with over 20 years to run. The directors consider that this accounting policy results in the financial statements giving a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount by which might otherwise have been shown cannot be separately identified or quantified.

**Deferred taxation**

No provision has been made for deferred tax which would become payable if the freehold property were realised at their revalued amounts.

**2. OPERATING LOSS**

Operating loss is stated after charging:

	2005	2004
	£	£
Directors' emoluments	<u>15,402</u>	<u>18,535</u>

**3. OTHER OPERATING INCOME**

	2005	2004
	£	£
Bank and loan interest received	<u>22</u>	<u>31</u>

**WATERSIDE PLASTICS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2005**

**4. TANGIBLE FIXED ASSETS**

	Freehold land and buildings £
<b>COST OR VALUATION</b>	
Net book value at 31 December 1947	988
Net additions 1 January 1948 to 31 December 1995	196,524
Permanent diminuation in value in prior years	(20,520)
Revaluation reserve (October 1993)	152,060
Disposals after date of revaluation	(60,750)
Revaluation reserve (December 2002)	191,698
Revaluation reserve (December 2004)	188,000
Revaluation reserve (December 2005)	192,000
At 31 December 2003	<u>840,000</u>

The company's property was professionally revalued by John Faulks, Chartered Surveyor, of Rochdale in October 1993 giving rise to the revaluation reserve.  
The property was revalued in December 2005, giving rise to an increase in the revaluation reserve.

**5. INVESTMENTS**

**FIXED ASSET INVESTMENTS**

	2005 £	2004 £
Loan to group company at original value	<u>211,678</u>	<u>211,678</u>

**6. DEBTORS**

	2005 £	2004 £
Directors current accounts	1,165	—
Other debtors	<u>3,810</u>	<u>1,860</u>
	<u>4,975</u>	<u>1,860</u>

**7. CREDITORS: Amounts falling due within one year**

	2005 £	2004 £
Other creditors	<u>25,558</u>	<u>5,679</u>

**WATERSIDE PLASTICS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2005**

**8. RELATED PARTY TRANSACTIONS**

The directors rent property from the company at commercial rates of £2,160.

**9. SHARE CAPITAL**

**Authorised share capital:**

	2005 £	2004 £
130,000 Ordinary shares of £0.01 each	1,300	1,300
130,000 Deferred shares of £1 each	<u>130,000</u>	<u>130,000</u>
	<u>131,300</u>	<u>131,300</u>

**Allotted, called up and fully paid:**

	2005		2004	
	No	£	No	£
Ordinary shares of £0.01 each	130,000	1,300	130,000	1,300
Deferred shares of £1 each	<u>130,000</u>	<u>130,000</u>	<u>130,000</u>	<u>130,000</u>
	<u>260,000</u>	<u>131,300</u>	<u>260,000</u>	<u>131,300</u>

**10. RECONCILIATION OF SHAREHOLDERS' FUNDS AND MOVEMENT ON RESERVES**

	Share capital £	Revaluation reserve £	Other reserve balance brought forward £	Profit and loss account £	Total share- holders' funds £
Balance brought forward	131,300	511,327	28,000	187,868	858,495
Loss for the year	-	-	-	(2,383)	(2,383)
Revaluation of fixed assets	<u>-</u>	<u>192,000</u>	<u>-</u>	<u>-</u>	<u>192,000</u>
Balance carried forward	<u>131,300</u>	<u>703,327</u>	<u>28,000</u>	<u>185,485</u>	<u>1,048,112</u>

**11. ULTIMATE PARENT COMPANY**

The ultimate holding company during the year was Waterside Plastics Holdings Limited a company incorporated in England.