

## **Carmal Enterprises Limited**

Abbreviated Accounts  
*January 31, 2006*

**Davison and Shingleton**  
**Chartered Accountants**



CARMAL ENTERPRISES LIMITEDDirectors

C M Valentine  
V Crawley

Secretary

C M Valentine

Auditors

Davison and Shingleton  
Boundary House  
91-93 Charterhouse Street  
London  
EC1M 6HR

Bankers

Barclays Bank Plc  
Belgravia and Knightsbridge Business Centre  
P O Box No 4578  
155 Brompton Road  
London  
SW3 1XD

Bank of Scotland plc  
St James's Gate  
14-16 Cockspur Street  
London  
SW1Y 5BL

Registered Office

56-57 Beauchamp Place  
London  
SW3 1NY

Company Number

891273



**INDEPENDENT AUDITORS' REPORT TO CARMAL ENTERPRISES LIMITED  
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages 3 to 6 together with the annual accounts of the company for the year ended January 31, 2006, prepared under section 226 of the Companies Act 1985.

Our report on the full accounts of the company is made solely to the company's shareholders, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an 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 and the company's shareholders as a body, for our audit work, for this report or that on the full accounts, or for the opinions we have formed.

**Respective responsibilities of directors and auditors**

The directors are 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 accounts, 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 in respect of the year ended January 31, 2006 and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance with those provisions.

*Davison and Shingleton*

Davison and Shingleton  
Registered Auditors

June 2, 2006

CARMAL ENTERPRISES LIMITEDABBREVIATED BALANCE SHEET AT JANUARY 31, 2006

	Notes	2006 £	2005 £
Fixed assets:			
Tangible assets	2	514,571	558,843
Current assets:			
Stocks		806,429	716,143
Debtors		360,920	419,307
Cash at bank and in hand		1,178,538	914,329
		2,345,887	2,049,779
Creditors: amounts falling due within one year		(1,070,677)	(1,016,515)
Net current assets		1,275,210	1,033,264
Total assets less current liabilities		1,789,781	1,592,107
Creditors: amounts falling due after more than one year		-	(2,022)
Provisions for liabilities and charges		(45,241)	(45,241)
		£1,744,540	£1,544,844
Capital and reserves:			
Called up share capital	4	175,000	175,000
Share premium		67,402	67,402
Capital redemption reserve		208,333	208,333
Profit and loss account		1,293,805	1,094,109
Equity shareholders' funds		£1,744,540	£1,544,844

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and the Financial Reporting Standard for Smaller Entities (effective January 2005).

Approved by the Board on June 1, 2006  
and signed on its behalf by

*C. Valentine*

C M Valentine  
Director

The notes on pages 4 to 6 form part of these accounts

CARMAL ENTERPRISES LIMITEDNOTES TO THE ABBREVIATED ACCOUNTS AT JANUARY 31, 20061. Accounting policiesAccounting convention

The accounts are prepared under the historical cost convention and in accordance with applicable United Kingdom Accounting Standards and the Financial Reporting Standard for Smaller Entities (effective January 2005).

Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life, as follows:

Leasehold improvements	-	over the lease terms
Furniture and office equipment	-	20% on a reducing balance basis
Motor vehicles	-	over 4 years
Computer equipment	-	over 3 years

The carrying values of tangible fixed assets are reviewed for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost includes all costs incurred in bringing each product to its present location and condition, as follows:

Raw materials and goods for resale	-	purchase cost on a first-in, first-out basis
Work in progress	-	cost of direct materials
Finished goods	-	cost of direct materials and labour plus attributable overheads based on a normal level of activity

Net realisable value is based on estimated selling price less any further costs expected to be incurred to completion and disposal.

Deferred tax

Deferred tax is provided using the liability method at the tax rates that are expected to apply in the periods in which the timing differences reverse. Deferred tax assets are only recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

Foreign currencies

Transactions in foreign currencies during the year are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

CARMAL ENTERPRISES LIMITEDNOTES TO THE ABBREVIATED ACCOUNTS AT JANUARY 31, 2006

(continued)

1. Accounting policies  
(continued)Leasing commitments

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and are depreciated over their useful lives. The capital elements of future obligations under the leases are included as liabilities in the balance sheet.

The interest element of the rental obligations is charged to the profit and loss account over the period of the agreement and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

2. Tangible fixed assets

	<i>Total</i> £
Cost:	
At February 1, 2005	1,248,812
Additions	29,116
Disposals	(55,583)
	-----
At January 31, 2006	1,222,345
	-----
Depreciation:	
At February 1, 2005	689,969
Provided during the year	62,467
Disposals	(44,662)
	-----
At January 31, 2006	707,774
	-----
Net book value:	
At January 31, 2006	£514,571
	=====
At February 1, 2005	£558,843
	=====

The net book value of furniture and office equipment includes an amount of £Nil (2005 : £4,560) in respect of assets held under finance leases.

3. Obligations under finance leases

The outstanding finance lease obligations of £Nil (2005 : £3,553) are secured on the assets being financed.

CARMAL ENTERPRISES LIMITEDNOTES TO THE ABBREVIATED ACCOUNTS AT JANUARY 31, 2006

(continued)

4. Share capital

	<i>Authorised</i>		<i>Allotted, called up and fully paid</i>		<i>Allotted, called up and fully paid</i>	
	2006	2005	2006	2005	2006	2005
	£	£	No.	No.	£	£
Equity shares:						
Ordinary shares of £1 each	175,000	175,000	175,000	175,000	175,000	175,000
	-----	-----	-----	-----	-----	-----
Equity shares	175,000	175,000	175,000	175,000	175,000	175,000
Non-equity shares:						
Redeemable preference shares of £1 each	175,000	175,000	-	-	-	-
'A' Ordinary shares of £1 each	33,333	33,333	-	-	-	-
	-----	-----	-----	-----	-----	-----
Non-equity shares	208,333	208,333	-	-	-	-
	-----	-----	-----	-----	-----	-----
	<u>£383,333</u>	<u>£383,333</u>	<u>175,000</u>	<u>175,000</u>	<u>£175,000</u>	<u>£175,000</u>

The preferential rights of the non-equity shares are set out in the company's Articles of Association.

5. Controlling party

The company is controlled by C M Valentine, the Managing Director.