

HARAN LIMITED

COMPANY NUMBER 2675793

DIRECTORS' REPORT AND ACCOUNTS

for the year ended

30 APRIL 2009



STEPHEN J BRIGHT
CHARTERED ACCOUNTANT
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EXETER EX4 4JQ

HARAN LIMITED
COMPANY NUMBER 2675793

REPORT OF THE DIRECTORS

The directors of Haran Limited present their annual report together with the financial statements for the company for the year ended 30 April 2009.

1 PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activities of the company during the year has been those of property development, supplying building services to third parties and the letting of property.

2 PROFIT FOR THE YEAR AND DIVIDEND

The profit on ordinary activities after taxation for the year amounted to £13,436 (2008 £56,181).

The directors are recommending a final dividend of £17,400 (2008 £17,400) per share payable on 3 March 2010.

After making provision for this dividend the distributable reserves of the company as at 30 April 2009 would amount to £30,748 (2008 £52,112).

Detailed movements on reserves are given in note 14 to the financial statements.

3 DIRECTORS

The directors of the company throughout the year were Mr R Huntley and Mrs A Roberts-Huntley

4 TANGIBLE FIXED ASSETS

The changes in tangible fixed assets during the year are summarised in note 7 to the financial statements.

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HARAN LIMITED
COMPANY NUMBER 2675793

REPORT OF THE DIRECTORS (CONT.)

5 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.

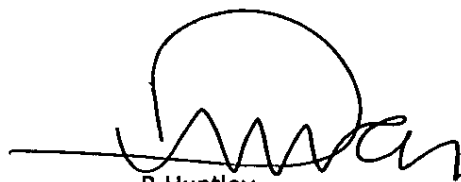
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets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

6 AUDITORS

The company is exempt from audit under the provisions of Section 477 of the Companies Act 2006. No auditors have therefore been appointed by the company.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

On behalf of the Board

A handwritten signature in black ink, appearing to read 'R Huntley', is written over a horizontal line.

R Huntley
Director

11 January 2010

HARAN LTD
 COMPANY NUMBER 2675793
 PROFIT AND LOSS ACCOUNT FOR THE
 YEAR ENDED 30 APRIL 2009

| | Note | 2009 £ | 2008 £ |
|---|------|-----------|-----------|
| TURNOVER | 1(b) | 97,747 | 375,005 |
| Cost of Sales | | 57,141 | 294,399 |
| | | <hr/> | <hr/> |
| GROSS PROFIT | | 40,606 | 80,606 |
| Administration expenses | | 18,182 | 17,033 |
| | | <hr/> | <hr/> |
| OPERATING PROFIT | 3 | 22,424 | 63,573 |
| Profit on disposal of freehold property | | 0 | 0 |
| Interest payable | 4 | (3,125) | (4,725) |
| | | <hr/> | <hr/> |
| PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION | | 19,299 | 58,848 |
| Taxation | 5 | 5,863 | 2,667 |
| | | <hr/> | <hr/> |
| PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION | 14 | 13,436 | 56,181 |

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

| | 2009 £ | 2008 £ |
|--|-----------|-----------|
| Profit for the financial year | 13,436 | 56,181 |
| Surplus on revaluation | 0 | 0 |
| | <hr/> | <hr/> |
| TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR | 13,436 | 56,181 |

The notes on pages 5 to 10 form part of these financial statements

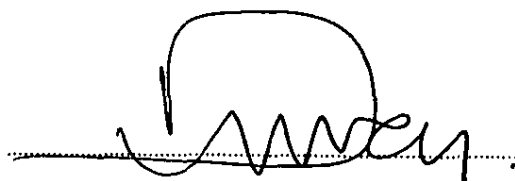
HARAN LTD
 COMPANY NUMBER 2675793
 BALANCE SHEET AS AT
 30 APRIL 2009

| | Note | 2009 £ | 2008 £ |
|--|------|-----------|-----------|
| FIXED ASSETS | | | |
| Tangible assets | 7 | 306,243 | 306,903 |
| CURRENT ASSETS | | | |
| Stocks | 8 | 0 | 0 |
| Debtors | 9 | 276,877 | 275,491 |
| Cash at bank and in hand | | 0 | 58,000 |
| | | 276,877 | 333,491 |
| CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR | 10 | 95,782 | 136,271 |
| NET CURRENT ASSETS | | 181,095 | 197,220 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 487,338 | 504,123 |
| CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR | 11 | 384,673 | 380,094 |
| | | 102,665 | 124,029 |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 13 | 2 | 2 |
| Revaluation reserve | 14 | 37,115 | 37,115 |
| Profit and loss account | 14 | 65,548 | 86,912 |
| SHAREHOLDERS' FUNDS (Equity interests) | | 102,665 | 124,029 |

For the financial year ended 30 April 2009, the company was entitled to exemption from audit under section 477 Companies Act 2006 and no notice has been deposited under section 476. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the year and of its profit or loss for the financial period in accordance with the requirements of section 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006, so far as applicable to the company.

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board on 11 January 2010.



R Huntley, Director

The notes on pages 5 to 10 form part of these financial statements

HARAN LTD
NOTES TO THE FINANCIAL STATEMENTS FOR THE
YEAR ENDED 30 APRIL 2009

1 ACCOUNTING POLICIES

a) Basis of accounting

The accounts have been prepared under the historical cost convention as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

b) Turnover

Turnover comprises the invoiced value of sales excluding value added tax. Turnover from property sales is included where the asset concerned is not held for long-term investment purposes.

e) Depreciation

Depreciation is calculated to write off the cost of all tangible assets over their estimated useful lives on the reducing balance basis. The rates applicable are:

| | |
|---------------------|----------------|
| Furniture | 15% per annum. |
| Plant and machinery | 25% per annum. |
| Computer equipment | 30% per annum. |

No depreciation is provided on freehold buildings all of which are held for investment.

e) Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

f) Dividends

Dividends are recognised in the financial statements when the shareholders' right to receive payment has been established.

2. TURNOVER

The entire turnover arises from sales made to customers in the United Kingdom. It comprises

| | 2009 £ | 2008 £ |
|----------------------|---------------|----------------|
| Rental income | 36,684 | 23,920 |
| Development projects | 0 | 325,000 |
| Building services | 61,063 | 26,085 |
| | <u>97,747</u> | <u>375,005</u> |

HARAN LTD
 NOTES TO THE FINANCIAL STATEMENTS FOR THE
 YEAR ENDED 30 APRIL 2009 (CONT.)

3. OPERATING PROFIT

The operating profit is stated after charging:

| | 2009 £ | 2008 £ |
|---|-----------|-----------|
| Depreciation of tangible fixed assets | 484 | 712 |
| Loss on disposal of tangible fixed assets | 176 | 209 |
| Directors' remuneration and after crediting: | 9,680 | 9,600 |
| Rents receivable | 36,684 | 23,920 |
| | <hr/> | <hr/> |

4. INTEREST PAYABLE

| | 2009 £ | 2008 £ |
|---|-----------|-----------|
| Bank overdraft interest | 2,031 | 2,311 |
| Interest on loans repayable in more than five years by instalments | 0 | 14,167 |
| Other loans repayable in more than five years | 18,300 | 8,712 |
| Other loans | 0 | 0 |
| | <hr/> | <hr/> |
| | 20,331 | 25,190 |
| less: interest receivable | 17,206 | 20,465 |
| | <hr/> | <hr/> |
| | 3,125 | 4,725 |

HARAN LTD
NOTES TO THE FINANCIAL STATEMENTS FOR THE
YEAR ENDED 30 APRIL 2009 (CONT.)

5. TAXATION

| | 2009 £ | 2008 £ |
|-------------------------|--------------|--------------|
| UK corporation tax | 4,052 | 7,299 |
| Advance corporation tax | 1,743 | (4,634) |
| Interest on overdue tax | 68 | 2 |
| | <u>5,863</u> | <u>2,667</u> |

The tax assessed for the year is lower than the standard rate of corporation tax in the UK applicable to small companies (21.0%). The difference is explained below:

| | 2009 £ | 2008 £ |
|--|---------------|---------------|
| Profit on ordinary activities before tax | <u>19,299</u> | <u>58,848</u> |
| UK corporation tax at 21.0% (2008 20.1%) | 4,053 | 11,818 |
| Effects of: | | |
| Capital allowances in excess of depreciation | 20 | 1 |
| Effect of losses | 0 | (4,490) |
| Expenses not deductible for tax purposes | (21) | (30) |
| Effect of chargeable gains differing accounts and tax treatments | 0 | 0 |
| Other items | 0 | 0 |
| | <u>4,052</u> | <u>7,299</u> |

6. DIVIDENDS

| | 2009 £ | 2008 £ |
|---|---------------|---------------|
| Net dividends per ordinary share paid in the year | | |
| Final £17,400 (2008 £15,000) | 34,800 | 30,000 |
| | <u>34,800</u> | <u>30,000</u> |

During the year the company adopted Financial Reporting Standard 21 (FRS 21). As a result proposed dividends are no longer recognised as a liability until such time as they are approved by the members of the company in general meeting.

The directors will however be recommending that a final dividend amounting to £17,400 (2008 £17,400) per share be paid on 3 March 2010 to members on the share register on that date and a resolution to this effect will be put before the members for approval at the forthcoming Annual General Meeting.

During the year Mr R Huntley and Mrs A Roberts-Huntley, the directors of the company, each received dividends amounting to £17,400.

HARAN LTD
 NOTES TO THE FINANCIAL STATEMENTS FOR THE
 YEAR ENDED 30 APRIL 2009 (CONT.)

7. TANGIBLE FIXED ASSETS

| | Freehold Property £ | Plant & Machinery £ | TOTAL £ |
|--------------------------|---------------------------|---------------------------|------------|
| COST OR VALUATION | | | |
| As at 1 May 2008 | 304,985 | 22,061 | 327,046 |
| Additions | 0 | (2,020) | (2,020) |
| Disposals | 0 | 0 | 0 |
| As at 30 April 2009 | 304,985 | 20,041 | 325,026 |
| DEPRECIATION | | | |
| As at 1 May 2008 | 0 | 20,143 | 20,143 |
| Provided | 0 | 484 | 484 |
| Eliminated | 0 | (1,844) | (1,844) |
| As at 30 April 2009 | 0 | 18,783 | 18,783 |
| NET BOOK VALUE | | | |
| As at 30 April 2009 | 304,985 | 1,258 | 306,243 |
| As at 30 April 2008 | 304,985 | 1,918 | 306,903 |

Cost or valuation as at 30 April 2009 is represented by:

| | Freehold Property £ | Plant & Machinery £ | TOTAL £ |
|----------------------------|---------------------------|---------------------------|------------|
| Cost | 267,870 | 20,041 | 287,911 |
| Revaluation surplus (1998) | 37,115 | 0 | 37,115 |
| | 304,985 | 20,041 | 325,026 |

8. STOCKS

| | 2009 £ | 2008 £ |
|--|-----------|-----------|
| Properties undergoing development for re-sale | 0 | 0 |

9. DEBTORS

| | 2009 £ | 2008 £ |
|---------------------------|-----------|-----------|
| Trade debtors | 0 | 3,841 |
| Other debtors | 2,891 | 4,634 |
| Director's loan (note 15) | 273,986 | 267,016 |
| | 276,877 | 275,491 |

HARAN LTD
 NOTES TO THE FINANCIAL STATEMENTS FOR THE
 YEAR ENDED 30 APRIL 2009 (CONT.)

10. CREDITORS: AMOUNTS FALLING DUE
 WITHIN ONE YEAR

| | 2009 £ | 2008 £ |
|------------------------------------|---------------|----------------|
| Trade creditors | 544 | 165 |
| Bank overdrafts (secured) | 47,266 | 45,277 |
| Bank loan (secured) | 0 | 4,894 |
| Accruals | 1,595 | 1,595 |
| Corporation tax | 9,099 | 7,299 |
| Other taxation and social security | 531 | 2,432 |
| Directors' loans | 36,747 | 74,609 |
| | <u>95,782</u> | <u>136,271</u> |

The bank loans and overdrafts are secured on the freehold properties.

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

| | 2009 £ | 2008 £ |
|--------------------------------------|----------------|----------------|
| Bank loans and overdrafts (secured): | | |
| Amounts falling due repayable | | |
| by instalments: | | |
| Between one and five years | 0 | 23,327 |
| In more than five years | 384,673 | 356,767 |
| | <u>384,673</u> | <u>380,094</u> |

The bank loans and overdrafts are secured on the freehold properties.

12. PROVISIONS FOR LIABILITIES AND CHARGES

Deferred taxation:

| | 2009 £ | 2008 £ |
|--------------------------------|--------------|--------------|
| Accelerated capital allowances | 0 | 0 |
| Revalued properties | 7,794 | 7,794 |
| | <u>7,794</u> | <u>7,794</u> |
| less: amounts not provided | 7,794 | 7,052 |
| | <u>0</u> | <u>742</u> |
| | ===== | ===== |

HARAN LTD
NOTES TO THE FINANCIAL STATEMENTS FOR THE
YEAR ENDED 30 APRIL 2009 (CONT.)

13. CALLED UP SHARE CAPITAL

| | 2009 £ | 2008 £ |
|------------------------------------|-----------|-----------|
| AUTHORISED | | |
| 1,000 ordinary shares of £1 each | 1,000 | 1,000 |
| ALLOTTED, CALLED UP AND FULLY PAID | | |
| 2 ordinary shares of £1 each | 2 | 2 |

The company's entire share capital is controlled by Mr and Mrs R Huntley

14. RESERVES

| | Profit & Loss account £ | Revaluation Reserve £ | TOTAL £ |
|-------------------------|-------------------------------|-----------------------------|------------|
| As at 1 May 2008 | 86,912 | 37,115 | 124,027 |
| Realisation on disposal | 0 | 0 | 0 |
| Profit for the year | 13,436 | 0 | 13,436 |
| Dividends (note 6) | (34,800) | 0 | (34,800) |
| As at 30 April 2009 | 65,548 | 37,115 | 102,663 |

15. TRANSACTIONS WITH DIRECTORS

During the year the company's letting properties were managed by Hometrust Property Services Limited, a company under the control of the directors. During the year the company received rents amounting to £25,587 (2008 £23,920) under this arrangement and paid £2,980 (2008 £2,821) by way of commission for it.

At various times during the year the company advanced funds to Mr R Huntley a director of the company. Details of the advances made were as follows:

| | £ |
|---|---------|
| Maximum advance | 295,040 |
| Balance outstanding as at 30 April 2009 | 273,986 |

Interest is charged by the company on the balance of the loan at the Official Rate set for income tax purposes.