

REGISTERED NUMBER: 3298561 (England and Wales)

REPORT OF THE DIRECTORS AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2005
FOR
THE EYEWORKS (U.K.) LIMITED



THE EYEWORKS (U.K.) LIMITED

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for the Year Ended 31 March 2005**

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THE EYEWORKS (U.K.) LIMITED

COMPANY INFORMATION
for the Year Ended 31 March 2005

DIRECTORS: D Barton
D McGowan

SECRETARY: D Barton

REGISTERED OFFICE: Stanhope House
Mark Rake
Bromborough
Wirral
CH62 2DN

REGISTERED NUMBER: 3298561 (*England and Wales*)

ACCOUNTANTS: PENNINGTON WILLIAMS
CHARTERED ACCOUNTANTS
Stanhope House
Mark Rake
Bromborough
Merseyside
CH62 2DN

THE EYEWORKS (U.K.) LIMITED

**REPORT OF THE DIRECTORS
for the Year Ended 31 March 2005**

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

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of opticians.

DIRECTORS

The directors during the year under review were:


D Barton	
E Sturman	- resigned 11.5.04
D McGowan	

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

	31.3.05	1.4.04
Ordinary £1 shares		
D Barton	100	75
D McGowan	-	-

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:



.....
D Barton - Director

Date: 10/08/05
.....

THE EYEWORKS (U.K.) LIMITED

PROFIT AND LOSS ACCOUNT
for the Year Ended 31 March 2005

	Notes	31.3.05 £	31.3.04 £
TURNOVER		295,341	268,354
Cost of sales		157,614	121,489
GROSS PROFIT		137,727	146,865
Administrative expenses		102,872	69,793
OPERATING PROFIT	2	34,855	77,072
Interest receivable and similar income		27	-
		34,882	77,072
Interest payable and similar charges		4,076	1,893
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		30,806	75,179
Tax on profit on ordinary activities	4	6,320	14,628
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		24,486	60,551
Dividends		34,650	53,200
(DEFICIT)/RETAINED PROFIT FOR THE YEAR		(10,164)	7,351

The notes form part of these financial statements

THE EYEWORKS (U.K.) LIMITED

BALANCE SHEET
31 March 2005

	Notes	31.3.05 £	£	31.3.04 £	£
FIXED ASSETS					
Tangible assets	5		9,251		11,285
Investments	6		-		-
			<u>9,251</u>		<u>11,285</u>
CURRENT ASSETS					
Stocks		7,563		7,247	
Debtors	7	37,409		37,919	
Cash at bank		17,732		8,719	
		<u>62,704</u>		<u>53,885</u>	
CREDITORS					
Amounts falling due within one year	8	64,107		42,536	
		<u></u>		<u></u>	
NET CURRENT (LIABILITIES)/ASSETS			<u>(1,403)</u>		<u>11,349</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>7,848</u>		<u>22,634</u>
CREDITORS					
Amounts falling due after more than one year	9		8,666		13,288
			<u>(818)</u>		<u>9,346</u>
CAPITAL AND RESERVES					
Called up share capital	10		100		100
Profit and loss account	11		(918)		9,246
			<u>(818)</u>		<u>9,346</u>
SHAREHOLDERS' FUNDS			<u>(818)</u>		<u>9,346</u>

The notes form part of these financial statements

THE EYEWORKS (U.K.) LIMITED

**BALANCE SHEET - continued
31 March 2005**

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

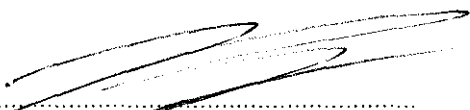
The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2005 in accordance with Section 249B(2) of the Companies Act 1985.

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 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:


.....
D Barton - Director

Approved by the Board on 10/08/05

THE EYEWORKS (U.K.) LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 March 2005

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared on the basis that the enterprise will continue in operational existence for the foreseeable future. This means in particular that the profit and loss account and balance sheet assume no intention nor necessity to liquidate nor curtail significantly the scale of operation. Further, the financial statements have been prepared on the basis that continued support will be given by the company's bankers and creditors.

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

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

Land and buildings	- 10% on cost
Plant and machinery etc	- 25% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. OPERATING PROFIT

The operating profit is stated after charging:

	31.3.05	31.3.04
	£	£
Depreciation - owned assets	3,185	3,761
Loss on disposal of fixed assets	-	1,366
Pension costs	927	6,995
	<u> </u>	<u> </u>
Directors' emoluments and other benefits etc	5,001	5,000
Compensation to director for loss of office	30,000	-
	<u> </u>	<u> </u>

THE EYEWORKS (U.K.) LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2005

3. EXCEPTIONAL ITEMS

Included within administration expenses is £30000 relating to an amount paid to Mr E Sturman for compensation of loss of office.

4. TAXATION

Analysis of the tax charge

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

	31.3.05	31.3.04
	£	£
Current tax:		
UK corporation tax	6,320	14,628
	<u>6,320</u>	<u>14,628</u>
Tax on profit on ordinary activities	<u>6,320</u>	<u>14,628</u>

UK corporation tax has been charged at 19%

5. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 April 2004	4,462	25,031	29,493
Additions	-	1,151	1,151
	<u>4,462</u>	<u>26,182</u>	<u>30,644</u>
At 31 March 2005	4,462	26,182	30,644
DEPRECIATION			
At 1 April 2004	3,122	15,086	18,208
Charge for year	335	2,850	3,185
	<u>3,457</u>	<u>17,936</u>	<u>21,393</u>
At 31 March 2005	3,457	17,936	21,393
NET BOOK VALUE			
At 31 March 2005	<u>1,005</u>	<u>8,246</u>	<u>9,251</u>
At 31 March 2004	<u>1,340</u>	<u>9,945</u>	<u>11,285</u>

THE EYEWORKS (U.K.) LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2005

6. FIXED ASSET INVESTMENTS

The company's investments at the balance sheet date in the share capital of companies include the following:

The Eyeworks (Two) Limited

Nature of business: Opticians

	%		
Class of shares:	holding		
Ordinary	50.00	31.3.05	31.3.04
		£	£
Aggregate capital and reserves		(55,122)	(22,670)
(Loss)/Profit for the year		(32,452)	613
		<u> </u>	<u> </u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.05	31.3.04
	£	£
Trade debtors	7,978	12,149
Other debtors	29,431	25,770
	<u> </u>	<u> </u>
	37,409	37,919
	<u> </u>	<u> </u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.05	31.3.04
	£	£
Bank loans and overdrafts	4,000	3,768
Hire purchase contracts	5,423	8,182
Trade creditors	2,829	6,584
Taxation and social security	9,774	14,628
Other creditors	42,081	9,374
	<u> </u>	<u> </u>
	64,107	42,536
	<u> </u>	<u> </u>

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

	31.3.05	31.3.04
	£	£
Bank loans	8,666	13,288
	<u> </u>	<u> </u>

THE EYEWORKS (U.K.) LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued for the Year Ended 31 March 2005

10. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal	31.3.05	31.3.04
		value:	£	£
100,000	Ordinary	£1	<u>100,000</u>	<u>100,000</u>

Allotted, issued and fully paid:				
Number:	Class:	Nominal	31.3.05	31.3.04
		value:	£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

11. RESERVES

	Profit and loss account £
At 1 April 2004	9,246
Deficit for the year	<u>(10,164)</u>
At 31 March 2005	<u>(918)</u>

12. TRANSACTIONS WITH DIRECTORS

Included in other creditors is an amount owing to D Barton, director, of £32,826 (2004 £2747) and an amount owing to E Sturman who was a director during the year, of £nil (2004 £4834).

13. RELATED PARTY DISCLOSURES

Included in other debtors is an amount of £28,298 (2004 £21,050) relating to The Eyeworks Three Limited. D Barton and D McGowan are also directors and shareholders of The Eyeworks Three Limited.

Included in other creditors is an amount of £460 (2004 £460) relating to The Eyeworks Two Limited. D McGowan is also a director and shareholder of The Eyeworks Two Limited.

14. CONTINGENT ASSET

The director and shareholders are aware that they have paid dividends in excess of available reserves to the extent section 263 of the Companies Act 1985 was contravened. However the director and shareholders were unable to reasonably foresee that this problem might arise at the time the interim dividends were paid, subsequently the director has confirmed that it is his intention to restore a positive balance on reserves and to rectify the problem at the earliest available opportunity as required under section 277 of the Companies Act 1985.