

ORIENTAL CARPETS LIMITED

CN 3403386

DIRECTOR'S REPORT for the year ended 31st March 2005

The director presents his report and financial statements for the year ended 31st March 2005.

PRINCIPAL ACTIVITY

The company's principal activity continued to be the sale of oriental carpets.

DIRECTOR


The director who served during the year and his beneficial interest in the company's issued ordinary share capital was:-

	Ordinary shares of £1 each	
	<u>31.3.2005</u>	<u>31.3.2004</u>
D. Sarbaz, Esq.	20,000	20,000

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

Approved by the Board and signed on its behalf.

Mrs. M. Noursadeghi,
Secretary.


Date: 25.01.06



ORIENTAL CARPETS LIMITED

PROFIT AND LOSS ACCOUNT for the year ended 31st March 2005

	Note	y.e.31.3.2004	
		£	£
Turnover	1b	27,513	30,610
Cost of sales		18,217	20,777
		<u> </u>	<u> </u>
Gross profit		9,296	9,833
Selling and administrative expenses		12,909	13,537
		<u> </u>	<u> </u>
Loss on ordinary activities	2	(3,613)	(3,704)
Interest payable and similar charges		(134)	(166)
		<u> </u>	<u> </u>
Loss on ordinary activities before and after taxation		(3,747)	(3,870)
Retained profit at the beginning of the year		3,893	7,763
		<u> </u>	<u> </u>
Retained profit at the end of the year		146	3,893
		<u> </u>	<u> </u>

The notes on page 4 form part of these financial statements.

ORIENTAL CARPETS LIMITED

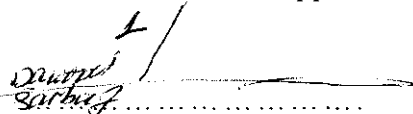
BALANCE SHEET at 31st March 2005

	Note	£	31.3.2004 £
CURRENT ASSETS			
Stock		72,400	74,960
Debtors	3	4,645	847
Cash at bank and in hand		<u>-</u>	<u>723</u>
		77,045	76,530
CREDITORS: amounts falling due within one year	4	<u>12,928</u>	<u>8,666</u>
Net current assets		64,117	67,864
CREDITORS: amounts falling due after more than one year			
Director's loan account		(43,971)	(43,971)
Total assets less creditors		<u>20,146</u>	<u>23,893</u>
CAPITAL AND RESERVES			
Called-up share capital	5	20,000	20,000
Profit and loss account		<u>146</u>	<u>3,893</u>
Shareholders' funds		<u>20,146</u>	<u>23,893</u>

The director has:-

- taken advantage of the Companies Act 1985 in not having these accounts audited under Section 249A(1)
- confirmed that no notice has been deposited under Section 249B(2) of the Companies Act 1985
- acknowledged his responsibility for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985
- acknowledged his responsibility for preparing accounts which give a true and fair view of the company and of its loss for the year ended 31st March 2005 in accordance with the requirements of Section 226 of the Companies Act 1985 and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to this company.

The accounts were approved by the Board of Directors and signed on its behalf.


D. Sarbaz – director


Date

The notes on page 4 form part of these financial statements.

ORIENTAL CARPETS LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st March 2005

1. ACCOUNTING POLICIES

a) Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the *Financial Reporting Standard for Smaller Entities*.

b) Turnover

Turnover represents sales, net of value added tax, all made in the UK.

c) Stock

Stock has been valued by the director at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving stock, and includes duties and carriage paid.

2. LOSS ON ORDINARY ACTIVITIES

The loss on ordinary activities is stated after charging:-

	<u>2005</u>	<u>2004</u>
	£	£
Director's remuneration	-	-
Bank interest	134	166
	<u> </u>	<u> </u>

3. DEBTORS: due within one year

Trade debtors	4,329	822
Prepayments	<u>316</u>	<u>25</u>
	<u>4,645</u>	<u>847</u>

4. CREDITORS: amounts falling due within one year

Trade creditors	2,732	1,005
Other creditors including taxation and social security	9,596	6,561
Accruals	<u>600</u>	<u>1,100</u>
	<u>12,928</u>	<u>8,666</u>

5. SHARE CAPITAL

Authorised and fully paid 20,000 ordinary shares of £1 each	20,000	20,000
	<u> </u>	<u> </u>