

Registration number 3829405

PRESTIGE HOMES LIMITED

Directors' report and financial statements

for the year ended 31 December 2005

**S & J Accounting Services
7 Moorfield
Newton Longville
Milton Keynes
Bucks
MK17 0BN**



PRESTIGE HOMES LIMITED

Company information

Directors	Mahmood Al-Najar
Secretary	Mrs Julie Al-Najar
Company number	3829405
Registered office	50 High Street Haversham Milton Keynes Bucks MK19 7DX
Accountants	S & J Accounting Services 7 Moorfield Newton Longville Milton Keynes Bucks MK17 0BN
Business address	50 High Street Haversham Milton Keynes Bucks MK19 7DX
Bankers	Barclays Bank PLC PO Box 170 Winterhill Central Milton Keynes MK6 1AL

PRESTIGE HOMES LIMITED

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PRESTIGE HOMES LIMITED

Directors' report for the year ended 31 December 2005

The directors present their report and the financial statements for the year ended 31 December 2005.

Principal activity

The principal activity of the company is that of General Construction and Building.

Directors and their interests

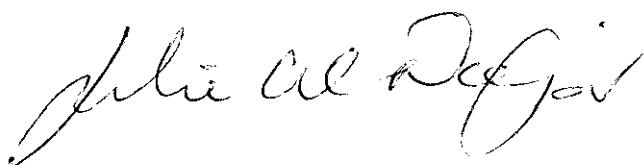
The directors who served during the year and their interests in the company are as stated below:

	Class of share	31/12/05	01/01/05 or date of appointment
Mahmood Al-Najar Director	Ordinary shares	1	1

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on 23 October 2006 and signed on its behalf by

Mrs Julie Al-Najar
Secretary



PRESTIGE HOMES LIMITED

**Accountants' report on the unaudited financial statements to the directors of
PRESTIGE HOMES LIMITED**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 December 2005 set out on pages 3 to 8 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.

**S & J Accounting Services
Financial Accountants
7 Moorfield
Newton Longville
Milton Keynes
Bucks
MK17 0BN**

S & J Accounting Services

Date: 23 October 2006

PRESTIGE HOMES LIMITED

Profit and loss account for the year ended 31 December 2005

		2005	2004
	Notes	£	£
Turnover	2	1,492,626	1,119,622
Cost of sales		(1,253,562)	(987,245)
Gross profit		<u>239,064</u>	<u>132,377</u>
Distribution costs		(54,571)	(27,819)
Administrative expenses		(148,006)	(76,233)
Operating profit	3	<u>36,487</u>	<u>28,325</u>
Interest payable and similar charges		<u>(53,544)</u>	<u>(45,235)</u>
Loss on ordinary activities before taxation		(17,057)	(16,910)
Tax on loss on ordinary activities		<u>-</u>	<u>-</u>
Loss on ordinary activities after taxation		(17,057)	(16,910)
Loss for the year		<u>(17,057)</u>	<u>(16,910)</u>
Accumulated loss brought forward		(25,244)	(8,334)
Accumulated loss carried forward		<u>(42,301)</u>	<u>(25,244)</u>

The notes on pages 6 to 8 form an integral part of these financial statements.

PRESTIGE HOMES LIMITED

Balance sheet as at 31 December 2005

		2005		2004	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	4		153,432		123,461
Current assets					
Stocks		1,225,000		1,385,000	
Debtors	5	-		7,917	
Cash at bank and in hand		2,439		-	
		<u>1,227,439</u>		<u>1,392,917</u>	
Creditors: amounts falling due within one year	6	<u>(1,423,172)</u>		<u>(1,541,622)</u>	
Net current liabilities			(195,733)		(148,705)
Deficiency of assets			<u>(42,301)</u>		<u>(25,244)</u>
Capital and reserves					
Profit and loss account			(42,301)		(25,244)
Shareholders' funds			<u>(42,301)</u>		<u>(25,244)</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 8 form an integral part of these financial statements.

PRESTIGE HOMES LIMITED

Balance sheet (continued)

**Directors' statements required by Section 249B(4)
for the year ended 31 December 2005**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 December 2005 and

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 23 October 2006 and signed on its behalf by

Mahmood Al-Najar
Director

A handwritten signature in black ink, appearing to read 'M. ALNAJAR', is written over a series of horizontal blacked-out lines that redacted the printed name.

The notes on pages 6 to 8 form an integral part of these financial statements.

PRESTIGE HOMES LIMITED

Notes to the financial statements for the year ended 31 December 2005

1. Accounting policies

1.1. Accounting convention

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

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

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

Plant and machinery	-	25% Reducing balance
Fixtures, fittings and equipment	-	25% Reducing balance
Motor vehicles	-	25% Reducing balance

1.4. Stock and work in progress

Work in progress is valued at the lower of cost and net realisable value.

PRESTIGE HOMES LIMITED

Notes to the financial statements for the year ended 31 December 2005

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1.5. Deferred taxation

The company adopted Financial Reporting Standard 19 "Deferred Taxation" (FRS 19) during the financial year. Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions: Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold; Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable; Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date. Prior to the adoption of FRS 19, the company provided for deferred taxation only to the extent that timing differences were expected to materialise in the foreseeable future. The adoption of the new policy has been made by way of a prior year adjustment as though the revised policy had always been

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating profit

	2005	2004
	£	£
Operating profit is stated after charging:		
Depreciation and other amounts written off tangible assets	54,571	27,819

PRESTIGE HOMES LIMITED

Notes to the financial statements for the year ended 31 December 2005

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4. Tangible fixed assets	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 January 2005	113,772	3,682	69,300	186,754
Additions	78,528	6,014	-	84,542
At 31 December 2005	192,300	9,696	69,300	271,296
Depreciation				
At 1 January 2005	29,627	2,677	30,989	63,293
Charge for the year	44,461	1,689	8,421	54,571
At 31 December 2005	74,088	4,366	39,410	117,864
Net book values				
At 31 December 2005	118,212	5,330	29,890	153,432
At 31 December 2004	84,145	1,005	38,311	123,461

5. Debtors	2005	2004
	£	£
Other debtors	-	7,917

6. Creditors: amounts falling due within one year	2005	2004
	£	£
Bank overdraft	194,538	123,697
Bank loan	621,963	943,463
Short term loan	409,504	311,974
Other taxes and social security costs	1,928	(1,583)
Accruals and deferred income	195,239	164,071
	1,423,172	1,541,622