

COMPANY NUMBER 3912597**ALDERSON FINE ART LIMITED**

HOLED STONE BARN  
STISTED COTTAGE FARM  
HOLLIES ROAD  
BRADWELL  
BRAINTREE  
ESSEX  
CM77 8DZ

**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 JANUARY 2004**

# ALDERSON FINE ART LIMITED

## CONTENTS

	<u>PAGES</u>
	1
Report of the Directors	2-3
Profit and Loss Account	4
Balance Sheet	5
Notes to the Financial Statements	6-8
The following page does not form part of the Statutory Financial Statements	
Detailed Profit and Loss Account	9

**DIRECTORS AND ADVISORS**

**DIRECTORS :** R ALDERSON  
S ALDERSON

**SECRETARY:** D P CLARK

**REGISTERED OFFICE:** HOLED STONE BARN  
STISTED COTTAGE FARM  
HOLLIES ROAD  
BRADWELL  
BRAINTREE  
ESSEX  
CM77 8DZ

**COMPANY NUMBER:** 3912597 (England and Wales)

**ACCOUNTANTS:** DPC MEDIA LIMITED  
HOLED STONE BARN  
STISTED COTTAGE FARM  
HOLLIES ROAD  
BRADWELL  
BRAINTREE  
ESSEX  
CM77 8DZ

**DIRECTORS REPORT**

**FOR THE YEAR ENDED 31 JANUARY 2004**

The directors present their report and financial statements for the year ended 31 January 2004.

**STATEMENT OF DIRECTORS RESPONSIBILITIES**

Company law requires the Directors to prepare financial statements for each financial period 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 the 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 ;
- follow applicable accounting standards subject to material departures disclosed and explained in the financial statements;
- 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.

**PRINCIPAL ACTIVITIES AND BUSINESS REVIEW**

The principal activity of the company is that of the retail of quality art and related items. There has been no significant change in the activity of the company during the year.

The directors are of the opinion that the progress of the company during the period and its financial position at the end of the period is satisfactory.

**FIXED ASSETS**

Details of fixed assets are in note 7 to the accounts.

**DIRECTORS REPORT (continued)**

**FOR THE YEAR ENDED 31 JANUARY 2004**

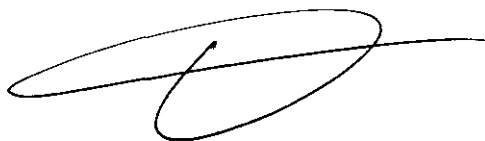
The directors throughout the year and their beneficial interests in the ordinary share capital of the company were as follows:

	<u>Ordinary £1 Shares</u>	
	<u>31.1.2004</u>	<u>31.1.2003</u>
R Alderson	-	-
S Alderson	100	100

**SMALL COMPANY**

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies. In the opinion of the directors, the company qualifies as a small company and is therefore entitled to make use of these exemptions.

By order of the Board:



D P CLARK  
COMPANY SECRETARY  
27 FEBRUARY 2004

**PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 31 JANUARY 2004**

	<u>NOTES</u>	<u>2004</u> £	<u>2003</u> £
TURNOVER	2	80,699	29,297
DIRECT COSTS		<u>59,313</u>	<u>13,113</u>
GROSS PROFIT		21,386	16,184
ADMINISTRATION EXPENSES		<u>(17,056)</u>	<u>(19,332)</u>
<u>OPERATING PROFIT/(LOSS)</u>	3	4,330	(3,148)
TAX ON PROFIT ON ORDINARY ACTIVITIES	5	<u>-</u>	<u>-</u>
<u>PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION</u>		4,330	(3,148)
DIVIDENDS	6	<u>-</u>	<u>-</u>
PROFIT/(LOSS) FOR THE YEAR		4,330	(3,148)
REVENUE DEFICIT BROUGHT FORWARD		(1,414)	1,734
RETAINED PROFIT CARRIED FORWARD	£	<u><u>2,916</u></u> £	<u><u>(1,414)</u></u>

All of the company's activities in the financial period derived from continuing operations.

The company made no recognised gains or losses other than the profit or loss for the above financial period.

The Notes on pages 6 to 8 form part of these financial statements.

BALANCE SHEET

AT 31 JANUARY 2004

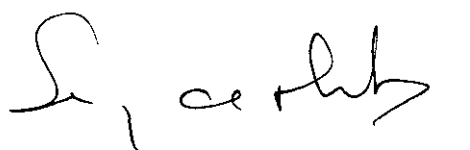
	NOTES	2004	2003 £
TANGIBLE ASSETS	7	<u>8,960</u>	<u>11,200</u>
<u>CURRENT ASSETS</u>			
STOCKS	8	300,420	286,078
DEBTORS	9	38,344	3,974
CASH AT BANK		<u>181</u>	<u>2,280</u>
		<u>338,945</u>	<u>292,332</u>
<u>CURRENT LIABILITIES</u>			
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	10	(99,189)	(59,146)
NET CURRENT ASSETS		239,756	233,186
<u>NET ASSETS</u>	£	<u><u>248,716</u></u>	£ <u><u>244,386</u></u>
<u>Represented by:-</u>			
<u>CAPITAL AND RESERVES</u>			
CALLED UP SHARE CAPITAL	11	100	100
SHARE PREMIUM ACCOUNT		245,700	245,700
PROFIT AND LOSS ACCOUNT		2,916	(1,414)
<u>SHAREHOLDERS' FUNDS</u>	12 £	<u><u>248,716</u></u>	£ <u><u>244,386</u></u>

The directors have :

- taken advantage of the Companies Act 1985 Section 249A(1) in not having these accounts audited .
- confirmed that no notice has been deposited under s249B(2) of the Companies Act 1985.
- acknowledged their responsibilities for ensuring that the company keeps accounting records which comply with s221 of the Companies Act 1985.
- acknowledged responsibility for preparing accounts which give a true and fair view of the company and of its loss for the period ended in accordance with the requirements of s226, and which otherwise comply with the requirements of this Act relating to accounts , so far as applicable to this company.
- taken advantage of the exemptions conferred by s246 of the Companies Act 1985 on the basis that the company qualifies as a small company and is therefore entitled to make use of these exemptions.



R ALDERSON



S ALDERSON

Approved by the Board on 27 February 2004.

The Notes on pages 6 to 8 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 JANUARY 2004**

1. **ACCOUNTING POLICIES**

**BASIS OF ACCOUNTING**

The financial statements are prepared under the historical cost convention.

**TURNOVER**

Turnover represents the value of services invoiced during the period to customers, excluding Value Added Tax.

**TANGIBLE FIXED ASSETS AND DEPRECIATION**

Tangible fixed assets are stated at cost less depreciation. Depreciation is charged on a reducing balance basis, to write off each asset over its estimated useful life as follows:

Fixtures and Fittings	20%
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**CASH FLOW STATEMENT**

The company has taken advantage of the exemption in Financial Reporting Standard No. 1 from producing a cash flow statement on the grounds that it is a small company.

**STOCK**

Stock has been valued at the lower of cost and net realisable value.

2. **TURNOVER**

No geographical analysis of turnover is given as the director feels that it would be prejudicial to the company's market position.



**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 JANUARY 2004**

	<u>2004</u> £	<u>2003</u> £
3. <b><u>OPERATING PROFIT</u></b>		
The operating profit is stated after charging:		
Depreciation of owned fixed assets	<u>2,240</u>	<u>2,798</u>
4. <b><u>TOTAL DIRECTORS EMOLUMENTS</u></b>		
Management Remuneration	<u>2,000</u>	<u>3,900</u>
5. <b><u>TAXATION</u></b>		
There was no corporation tax liability based on the accounts.		
6. <b><u>DIVIDENDS</u></b>		
There were no dividends voted or paid during the year.		
7. <b><u>TANGIBLE FIXED ASSETS</u></b>		
		<b><u>Fixtures &amp; Fittings</u></b>
<b><u>AT COST OR VALUATION</u></b>		
At 1.2.2003		<u>21,280</u>
At 31.1.2004		<u>21,280</u>
<b><u>DEPRECIATION</u></b>		
At 1.2.2003		10,080
Charge for the year		<u>2,240</u>
At 31.1.2004		<u>12,320</u>
<b><u>NET BOOK VALUE</u></b>		
At 31.1.2003		<u>11,200</u>
At 31.1.2004		<u>8,960</u>

**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 JANUARY 2004**

	<u>2004</u> £	<u>2003</u> £
8. <b><u>STOCK</u></b>		
Goods for Resale	<u>300,420</u>	<u>286,078</u>
9. <b><u>DEBTORS</u></b>		
Trade Debtors	38,344	735
Other Debtors	-	3,239
	<u>38,344</u>	<u>3,974</u>
10. <b><u>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u></b>		
Trade Creditors	6,874	-
Accruals	1,800	1,900
Taxation and Social Security Costs	1,521	-
Directors Loan Accounts	88,994	57,246
Corporation Tax	-	-
	<u>99,189</u>	<u>59,146</u>
11. <b><u>SHARE CAPITAL</u></b>		
Authorised		
1,000 Ordinary £1 Shares	<u>1,000</u>	<u>1,000</u>
Issued and fully paid		
100 Ordinary £1 Shares	<u>100</u>	<u>100</u>

**CONTROLLING PARTY**

R Alderson and S Alderson together with members of their close families, control the company by virtue of a controlling interest (directly or indirectly) of the issued share capital.

12. <b><u>RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS</u></b>		
Profit/(Loss) for the year	4,330	(3,148)
Opening Shareholders Funds	244,386	247,534
Closing Shareholders Funds	<u>248,716</u>	<u>244,386</u>