

**AARDVARK TRADITIONAL BLACKSMITH LIMITED**

**REGISTRATION NO: 5504519**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31ST JULY 2007**



Verinder & Associates,  
Chartered Accountants

1-3 Crosby Road South  
Liverpool L22 1RG

**AARDVARK TRADITIONAL BLACKSMITH LIMITED**

**DIRECTORS REPORT**

The Directors present their report and the financial statements for the year ended 31<sup>st</sup> July 2007

**1 Activities**

The principal activity of the Company during the year was that of a traditional blacksmith

**2. Review of the Business**

The Company has not performed satisfactorily during the year Further details of the Company's performance are given in the Profit and Loss Account on page 3 The position at the end of the year, as shown in the Balance Sheet on page 4, indicates that the company is insolvent Included within the creditors are amounts due to the directors totaling £34,841 The Directors of the Company have agreed not to recall in the monies due if it means that other creditors will not be paid in full, thus allowing the Company to continue trading on a going concern basis

**3 Dividends and Transfers to Reserves**

The Directors do not recommend the payment of a dividend during the year There is a loss before taxation shown in the Profit and Loss Account of £7,727 (2006 £27,010) and £7,727 was transferred from reserves (2006 £27,010)

**4. Fixed Assets**

Movements in the year are shown in note 6 to the Financial Statements

**5. Directors**

The Directors of the Company and their shareholdings during the year were as follows -

	<b>£1 Ordinary Shares</b>	
	<b><u>2007</u></b>	<b><u>2006</u></b>
Mr M Taylor	100	100
Miss E J Smith	100	100
	<hr/>	<hr/>
	200	200
	<hr/>	<hr/>

No Director had any material interest during the year in any contract with the Company which is of significance to the business of the Company

#### **6. Statement of Directors' Responsibilities**

Company law requires the Directors to prepare financial statements, for each financial year, which give a fair view of affairs of the Company and of the profit or loss for that year. In preparing these 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,
- \* state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- \* prepared 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 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.

#### **7. Political and Charitable Donations**

No political contributions were made during the year. Charitable donations amounted to less than £200.

#### **8. Future Prospects**

The Directors consider that the Company will continue to improve its performance during the next financial year and will be able to take advantage in any upturn in the economy generally.

#### **9. Close Company Status**

The Company is a Close Company within the meaning of the Income Tax and Corporation Taxes Act 1988.

**Signed on Behalf of the Board**



**Mr M Taylor**  
**Director**

**25<sup>th</sup> July 2008**

**AARDVARK TRADITIONAL BLACKSMITH LIMITED**

**PROFIT AND LOSS ACCOUNT**

**FOR THE YEAR ENDED 31ST JULY 2007**

	<b><u>Notes</u></b>	<b>2007 £</b>	<b>2006</b>
<b><u>TURNOVER</u></b> - Continuing Operations		27,733	27,055
Operating (Loss) - Continuing Operations	2	(7,723)	(27,033)
Interest Payable and Similar Charges	3	(9)	(70)
Interest Receivable and Similar Income	4	5	93
(Loss) on Ordinary Activities Before Taxation		(7,727)	(27,010)
Taxation on Profit on Ordinary Activities	5	-	-
(Loss) on Ordinary Activities After Taxation		(7,727)	(27,010)
Profit & Loss Account B/Fwd		(27,010)	-
Profit & Loss Account C/Fwd		(34,737)	(27,010)

The Company has no recognised gains and losses other than those included in the Profit above, and therefore no separate statement of total recognised gains and losses has been presented. There have been no discontinued activities or acquisitions in the current or preceding year.

There is no difference between the Profit on ordinary activities before taxation and the retained Profit/(Loss) for the year stated above, and their historical cost equivalents.

**AARDVARK TRADITIONAL BLACKSMITH LIMITED**

**BALANCE SHEET**

**AS AT 31ST JULY 2007**

	<u>Notes</u>	<u>2007</u>		<u>2006</u>	
		<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
<b><u>FIXED ASSETS</u></b>					
Tangible Fixed Assets	6		3,963		5,285
<b><u>CURRENT ASSETS</u></b>					
Stock	7	1,000		1,000	
Cash at Bank		3,373		772	
			4,373		1,772
<b><u>CREDITORS: Amounts Falling Due Within One Year</u></b>	8	4,223		3,710	
<b><u>NET CURRENT ASSETS</u></b>			150		(1,938)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			4,113		3,347
<b><u>CREDITORS: Amounts Falling Due After More Than One Year</u></b>	9		38,650		30,157
			(34,537)		(26,810)
<b><u>SHARE CAPITAL AND RESERVES</u></b>					
Share Capital	10		200		200
Profit and Loss Account			(34,737)		(27,010)
Shareholders' Funds	11		(34,537)		(26,810)

For the year in question the company was entitled to exemption under subsection (1) of section 249A of the Companies Act 1985 No notice has been deposited under subsection (2) of section 249B

The directors' acknowledge their responsibility for -

- i) ensuring that the company keeps proper accounting records which comply with section 221, and
- ii) preparing accounts which give a true and fair view of the state of affairs of the company as at 31<sup>st</sup> July 2007 and of its Loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company

Mr M Taylor

) Director  
)

25<sup>th</sup> July 2008

**AARDVARK TRADITIONAL BLACKSMITH LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31ST JULY 2007**

**1. Accounting Policies**

**1.1 Basis of Accounting**

The financial statements have been prepared under the historical cost accounting rules and comply with applicable Statements of Standard Accounting Practice and Financial Reporting Standards

**1.2 Stock**

All stock is valued at the lower of cost and net realisable value

**1.3 Depreciation**

Depreciation is provided so as to write off the assets costs, or valuation over its estimated useful economic life. The following rates have been used,

<b>Plant &amp; Equipment</b>	<b>25% Reducing Balance Method</b>
<b>Motor Vehicle</b>	<b>25% Reducing Balance Method</b>

**1.4 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

**1.5 Turnover**

Turnover is derived from the Company's ordinary activities and the Company is not registered for Value Added Tax

**1.6 Cash Flow Statement**

The Company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small Company

**AARDVARK TRADITIONAL BLACKSMITH LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31ST JULY 2007**

**(Continued)**

<b>2. <u>Operating Profit</u></b>	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
<b>Continuing Operations:</b>		
Turnover	27,733	27,055
Cost of Sales	(14,414)	(17,627)
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Gross Profit	13,319	9,428
	<hr/>	<hr/>
Administrative Expenses	21,042	36,461
	<hr/>	<hr/>
Operating (Loss)	(7,723)	(27,033)
	<hr/>	<hr/>
 <b>3. <u>Interest Payable and Similar Charges</u></b>	 <b>£</b>	 <b>£</b>
Bank Loans, Overdrafts and Other Loans	9	70
	<hr/>	<hr/>
 <b>4. <u>Interest Receivable and Similar Income</u></b>	 <b>£</b>	 <b>£</b>
Bank Interest Received	5	93
	<hr/>	<hr/>
 <b>5. <u>Tax on Profit of Ordinary Activity</u></b>	 <b>£</b>	 <b>£</b>
Corporation Tax @ 19/20% on Profits on Ordinary Activities	-	-
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**AARDVARK TRADITIONAL BLACKSMITH LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31ST JULY 2007**

**(Continued)**

**6. Tangible Fixed Assets**

	<b>Plant &amp; Equipment £</b>	<b>Motor Vehicle £</b>	<b>Total £</b>
<b><u>Cost or Valuation</u></b>			
Opening Balance @ 01 08 06	6,047	1,000	7,047
Additions	-	-	-
	<hr/>	<hr/>	<hr/>
Closing Balance @ 31 07 07	6,047	1,000	7,047
	<hr/>	<hr/>	<hr/>
<b><u>Depreciation</u></b>			
Opening Balance @ 01 08 06	1,512	250	1,762
Charge for year	1,134	188	1,322
	<hr/>	<hr/>	<hr/>
Closing Balance @ 31 07 07	2,646	438	3,084
	<hr/>	<hr/>	<hr/>
<b><u>Net Book Value</u></b>			
As At 31 <sup>st</sup> July 2007	3,401	562	3,963
	<hr/>	<hr/>	<hr/>
As At 31 <sup>st</sup> July 2006	4,535	750	5,285
	<hr/>	<hr/>	<hr/>

**7. Stock**

	<b>2007 £</b>	<b>2006 £</b>
Raw Materials	1,000	1,000
	<hr/>	<hr/>

**8. Creditors: Amounts Falling Due  
Within One Year**

	<b>£</b>	<b>£</b>
Bank Loans and Overdrafts	1,280	2,047
Trade Creditors	750	-
Taxation and Social Security Costs	1,312	913
Accruals and Deferred Income	881	750
	<hr/>	<hr/>
	4,223	3,710
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**AARDVARK TRADITIONAL BLACKSMITH LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31ST JULY 2007**

**(Continued)**

<b>9. Creditors: Amounts Falling Due After More Than One Year</b>	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Bank Loans and Other Loans	3,809	5,354
Directors Loan Account	34,841	24,803
	<hr/>	<hr/>
	38,650	30,157
	<hr/>	<hr/>

**Borrowings repayable beyond one year as follows: -**

	<b>£</b>	<b>£</b>
- One to Two Years		
Bank Loans and Overdrafts	1,280	2,047
- Two to Five Years		
Bank Loans and Overdrafts	2,529	3,307
Directors Loan Account	34,841	24,803
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	38,650	30,157
	<hr/>	<hr/>

**10. Share Capital**

	<b><u>Authorised</u></b>		<b><u>Allotted, Called Up and Fully Paid</u></b>	
	<b><u>No of Shares</u></b>	<b><u>£</u></b>	<b><u>No of Shares</u></b>	<b><u>£</u></b>
<b><u>2007 &amp; 2006</u></b>				
Ordinary Shares of £1 each	200	200	200	200
	<hr/>	<hr/>	<hr/>	<hr/>

**11. Reconciliation of Movements in Shareholders' Funds**

	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Opening Shareholders Funds	(26,810)	-
(Loss) for the Financial Year	(7,727)	(27,010)
Share Capital Introduced	-	200
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Closing Shareholders' Funds	(34,537)	(26,810)
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**AARDVARK TRADITIONAL BLACKSMITH LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31ST JULY 2007**

**(Continued)**

**12. Capital Commitments**

	<b><u>£</u></b>	<b><u>£</u></b>
Contracted for but not yet Committed	NIL	NIL
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**13. Contingent Liabilities**

There were no Contingent Liabilities at 31<sup>st</sup> July 2007 (2006 NIL)

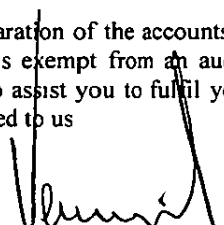
**14. Related Parties**

During the year Mr M Taylor and Miss E Smith, Company Directors, provided finance of £10,038 to the Company  
At the 31<sup>st</sup> July 2007 the Company owed the Directors £34,841

No amounts have been written off in relation to related parties and no provisions are considered necessary

**ACCOUNTANTS REPORT**  
**ON THE UNAUDITED ACCOUNTS**  
**TO THE DIRECTORS OF**  
**AARDVARK TRADITIONAL BLACKSMITH LIMITED**

As described on the Balance Sheet you are responsible for the preparation of the accounts for the year ended 31<sup>st</sup> July 2007 set out on pages 3 to 9 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

  
Verinder & Associates  
Chartered Accountants  
1 - 3 Crosby Road South  
Liverpool L22 1RG

**25<sup>th</sup> July 2008**