

COMPANY REGISTRATION NUMBER 5509194

SQUADRON INVESTMENTS LTD
ABBREVIATED ACCOUNTS
30 SEPTEMBER 2010

WEDNESDAY



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25/05/2011

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COMPANIES HOUSE

FREESTONE & CO

Chartered Accountants & Statutory Auditor
One The Centre
High Street

SQUADRON INVESTMENTS LTD
INDEPENDENT AUDITOR'S REPORT TO SQUADRON INVESTMENTS LTD

UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts, together with the financial statements of SQUADRON INVESTMENTS LTD for the year ended 30 September 2010 prepared under Section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company for our work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

The directors are responsible for preparing the abbreviated accounts in accordance with Section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

BASIS OF OPINION

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.

One The Centre
High Street
Gillingham
Dorset

23/5/11



R C FREESTONE ESQ (Senior
Statutory Auditor)
For and on behalf of
FREESTONE & CO
Chartered Accountants
& Statutory Auditor

SQUADRON INVESTMENTS LTD

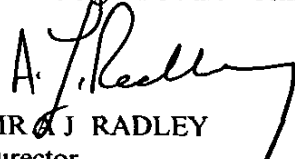
ABBREVIATED BALANCE SHEET

30 SEPTEMBER 2010

	Note	2010 £	2009 £
FIXED ASSETS	2		
Tangible assets		12,833,499	14,286,040
Investments		2,268,313	8,430,683
		<u>15,101,812</u>	<u>22,716,723</u>
CURRENT ASSETS			
Stocks		30,000	55,000
Debtors		374,331	356,748
Cash at bank and in hand		150,739	621,080
		<u>555,070</u>	<u>1,032,828</u>
CREDITORS: Amounts falling due within one year	3	<u>14,615,574</u>	<u>24,979,344</u>
NET CURRENT LIABILITIES		<u>(14,060,504)</u>	<u>(23,946,516)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,041,308</u>	<u>(1,229,793)</u>
CAPITAL AND RESERVES			
Called-up equity share capital	5	1,000	1,000
Share premium account		200	200
Revaluation reserve		4,115,241	-
Profit and loss account		(3,075,133)	(1,230,993)
SHAREHOLDERS' FUNDS/(DEFICIT)		<u>1,041,308</u>	<u>(1,229,793)</u>

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

These abbreviated accounts were approved by the directors and authorised for issue on 22nd May 2011 and are signed on their behalf by


MR J RADLEY
Director

Company Registration Number 5509194

SQUADRON INVESTMENTS LTD
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2010

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Consolidation

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 398 of the Companies Act 2006 not to prepare group accounts.

Turnover

Turnover represents the amount of rents receivable for the accounting period and the sale of properties acquired for re-sale.

Fixed assets

All fixed assets are initially recorded at cost.

Investment properties

In accordance with Statement of Standard Accounting Practice 19, certain of the company's properties are held for long term investment and are included in the balance sheet at their open market values. The surplus or deficit on such properties are transferred to the investment property revaluation reserve. Depreciation is not provided in respect of freehold investment property.

This policy represents a departure from statutory accounting principles which require depreciation to be provided on all fixed assets. The directors consider that this policy is necessary in order that the financial statements give a true and fair view because current values and changes in current values are of prime importance rather than the calculation of systematic annual depreciation.

The company acquired properties from its subsidiaries in November 2007 as set out in note 7. The transfer value was market value as estimated by the directors. At 30th September 2010 the directors conducted a review of the open market value of the portfolio based on advice provided by the agents who manage the properties on the company's behalf.

Stocks

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

SQUADRON INVESTMENTS LTD
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2010

1. ACCOUNTING POLICIES *(continued)*

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

2. FIXED ASSETS

	Tangible Assets £	Investments £	Total £
COST OR VALUATION			
At 1 October 2009	14,286,040	8,430,683	22,716,723
Additions	–	187,285	187,285
Revaluation	(1,452,541)	–	(1,452,541)
At 30 September 2010	<u>12,833,499</u>	<u>8,617,968</u>	<u>21,451,467</u>
DEPRECIATION AND AMOUNTS WRITTEN OFF			
Charge for year	–	6,349,655	6,349,655
At 30 September 2010	<u>–</u>	<u>6,349,655</u>	<u>6,349,655</u>
NET BOOK VALUE			
At 30 September 2010	<u>12,833,499</u>	<u>2,268,313</u>	<u>15,101,812</u>
At 30 September 2009	<u>14,286,040</u>	<u>8,430,683</u>	<u>22,716,723</u>

SQUADRON INVESTMENTS LTD
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2010

2. FIXED ASSETS *(continued)*

Under the provision of section 248 of the Companies Act 1985 the company is exempt from preparing consolidated accounts and has not done so, therefore the accounts show information about the company as an individual entity

	Country of incorporation	Percentage Profit/(Loss held) for year	Nature of business
Subsidiary undertakings			
All held by the company			
Peckwise Limited	England & Wales	100% £0	Property investment
Sunchair Limited	England & Wales	100% (£1,022)	Property investment

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company

	2010 £	2009 £
Bank loans and overdrafts	<u>11,901,220</u>	<u>11,901,220</u>

4. TRANSACTIONS WITH THE DIRECTORS

In November of 2007 the company gave a guarantee to the Julian Hodge Bank Limited in respect of borrowings the bank has made to Mr R Collins, a director of the company at that time At 30th September 2009 the facility covered by this guarantee amounted to £265,000 At 30th September 2009 (and after Mr Collins' resignation as director) calls have been made on this guarantee amounting to £19,894 which has been recovered from Mr Collins by offset In February 2010 the company was released from the guarantee

5. SHARE CAPITAL

Allotted, called up and fully paid:

	2010 No	£	2009 No	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>