

AMENDED

Registered number: FC24862

AGRELL ARCHITECTURAL CARVING LIMITED

**Financial Statement of Accounts
for the year ended 31 December 2008
(stated in US\$)**



PRESENTED BY:

SHARP ACCOUNTANCY LIMITED

**34 Allenby Road Biggin Hill Kent TN16 3LH
Telephone 01959 571343**

Agrell Architectural Carving

Balance Sheet

As of December 31, 2008

	<u>Dec 31, 08</u>	<u>Dec 31, 07</u>	<u>\$ Change</u>	<u>% Change</u>
ASSETS				
Current Assets				
Checking/Savings				
UK Cash	3,564	7,000	-3,436	-49%
Money Market Account	130	30	100	333%
Bank of Marin	5,081	6,600	-1,519	-23%
Savings	0	-1	1	100%
Total Checking/Savings	<u>8,775</u>	<u>13,629</u>	<u>-4,854</u>	<u>-36%</u>
Total Current Assets	8,775	13,629	-4,854	-36%
Fixed Assets				
Building-UK	27,205	27,205	0	0%
Storage facility	911	911	0	0%
Land-India	6,926	6,926	0	0%
Equipment - India	2,785	2,785	0	0%
Building - India	5,977	5,977	0	0%
Office equipment	23,974	21,389	2,585	12%
Machinery & Equipment	23,978	22,464	1,514	7%
Furniture & fixtures	9,953	9,953	0	0%
Computer Equipment	23,971	22,038	1,933	9%
Carving tools >\$250	17,835	17,835	0	0%
Car	36,325	36,325	0	0%
Fixed assets-Books	300	300	0	0%
Accumulated depreciation	<u>-127,266</u>	<u>-116,056</u>	<u>-11,210</u>	<u>10%</u>
Total Fixed Assets	52,874	58,052	-5,178	-9%
Other Assets				
Organizational costs	6,097	6,097	0	0%
Accumulated amortization	<u>-6,097</u>	<u>-5,347</u>	<u>-750</u>	<u>14%</u>
Total Other Assets	<u>0</u>	<u>750</u>	<u>-750</u>	<u>-100%</u>
TOTAL ASSETS	<u>61,649</u>	<u>72,431</u>	<u>-10,782</u>	<u>-15%</u>
LIABILITIES & EQUITY				
Liabilities				
Current Liabilities				
Credit Cards				
Visa	0	1,058	-1,058	-100%
Total Credit Cards	<u>0</u>	<u>1,058</u>	<u>-1,058</u>	<u>-100%</u>
Other Current Liabilities				
Loan from shareholder	0	1,500	-1,500	-100%
Total Other Current Liabilities	<u>0</u>	<u>1,500</u>	<u>-1,500</u>	<u>-100%</u>
Total Current Liabilities	<u>0</u>	<u>2,558</u>	<u>-2,558</u>	<u>-100%</u>
Total Liabilities	0	2,558	-2,558	-100%

Agrell Architectural Carving
Balance Sheet
As of December 31, 2008

	<u>Dec 31, 08</u>	<u>Dec 31, 07</u>	<u>\$ Change</u>	<u>% Change</u>
Equity				
Distributions to Shareholder	-23,452	0	-23,452	-100%
Common Stock	5,000	5,000	0	0%
Retained Earnings	64,873	58,805	6,068	10%
Net Income	15,228	6,068	9 160	151%
Total Equity	<u>61 649</u>	<u>69,873</u>	<u>-8,224</u>	<u>-12%</u>
TOTAL LIABILITIES & EQUITY	<u>61,649</u>	<u>72,431</u>	<u>-10,782</u>	<u>-15%</u>

Agrell Architectural Carving
Profit & Loss
January through December 2008

	Jan - Dec 08	Jan - Dec 07	\$ Change	% Change
Ordinary Income/Expense				
Income				
Custom Wood Carvings	390,395	286,515	103,880	36%
Design Consulting	480	0	480	100%
Interest Inc	131	798	-667	-84%
Other Inc	297	0	297	100%
Teaching	3,060	5,127	-2,067	-40%
Uncategorized Income	0	44,825	-44,825	-100%
Video Sales	506	460	46	10%
Total Income	394,869	337,725	57,144	17%
Cost of Goods Sold				
Shipping supplies	1,036	506	530	105%
Cost of sales - India	122,500	58,750	63,750	109%
Freight	41,992	28,326	13,666	48%
Manufacturing supplies	1,380	4,632	-3,252	-70%
Outside labour	30,505	48,821	-18,316	-38%
Raw materials - carving	0	600	-600	-100%
Rental equipment	0	84	-84	-100%
Total COGS	197,413	141,719	55,694	39%
Gross Profit	197,456	196,006	1,450	1%
Expense				
Penalties	0	98	-98	-100%
Consulting expense	0	317	-317	-100%
Rent	3,025	1,925	1,100	57%
Accounting	7,730	9,039	-1,309	-14%
Advertising & Marketing	12,738	28,475	-15,737	-55%
Auto				
Fuel	1,146	2,114	-968	-46%
Insurance	1,954	1,801	153	8%
Registration	274	0	274	100%
Service & Other	2,203	2,526	-323	-13%
Auto - Other	0	1,156	-1,156	-100%
Total Auto	5,577	7,597	-2,020	-27%
Bank Charge	2,215	1,623	592	36%
Books	335	421	-86	-20%
Depreciation & amortization	11,960	9,630	2,330	24%
Dues & subscriptions	685	1,648	-963	-58%
Insurance				
Liability	1,468	0	1,468	100%
Medical Insurance	0	10,144	-10,144	-100%
Insurance - Other	219	342	-123	-36%
Total Insurance	1,687	10,486	-8,799	-84%
Interest Exp	187	131	56	43%
Internet	4,339	70	4,269	6,099%

Agrell Architectural Carving
Profit & Loss
January through December 2008

	<u>Jan - Dec 08</u>	<u>Jan - Dec 07</u>	<u>\$ Change</u>	<u>% Change</u>
Legal & professional fees	0	545	-545	-100%
Meals & Entertainment	0	2,237	-2,237	-100%
Medical Expense	0	300	-300	-100%
Misc	66	60	6	10%
Office expense & supplies	6,814	12,692	-5,878	-46%
Paystar expense	0	208	-208	-100%
Photography	692	97	595	613%
Postage	562	607	-45	-7%
Printing & copying	0	32	-32	-100%
Repairs	7,047	2,505	4,542	181%
Salaries	57,538	53,524	4,014	7%
TAXES				
Property	254	0	254	100%
VAT	25,166	5,561	19,605	353%
Sales Tax	1,433	0	1,433	100%
Fed	922	0	922	100%
Payroll taxes	0	14,382	-14,382	-100%
State	0	800	-800	-100%
Total TAXES	<u>27,775</u>	<u>20,743</u>	<u>7,032</u>	<u>34%</u>
Telephone	5,217	5,253	-36	-1%
Travel				
Airfare	4,780	0	4,780	100%
Lodging	1,642	0	1,642	100%
Auto - fuel/parking/taxi/rental	1,129	0	1,129	100%
Meals & entertainment	3,473	0	3,473	100%
Travel - Other	8,191	18,079	-9,888	-55%
Total Travel	<u>19,215</u>	<u>18,079</u>	<u>1,136</u>	<u>6%</u>
Uncategorized Expenses	0	274	-274	-100%
Utilities	247	722	-475	-66%
Total Expense	<u>175,651</u>	<u>189,338</u>	<u>-13,687</u>	<u>-7%</u>
Net Ordinary Income	<u>21,805</u>	<u>6,668</u>	<u>15,137</u>	<u>227%</u>
Other Income/Expense				
Other Income				
Exchange Rate Gain/(Loss)	-6,577	8,400	-14,977	-178%
Total Other Income	<u>-6,577</u>	<u>8,400</u>	<u>-14,977</u>	<u>-178%</u>
Other Expense				
Officers salaries	0	9,000	-9,000	-100%
Total Other Expense	<u>0</u>	<u>9,000</u>	<u>-9,000</u>	<u>-100%</u>
Net Other Income	<u>-6,577</u>	<u>-600</u>	<u>-5,977</u>	<u>996%</u>
Net Income	<u>15,228</u>	<u>6,068</u>	<u>9,160</u>	<u>151%</u>