Registrar

# Easternrange Limited

Unaudited financial statements

For the year ended 31 December 2005

Grant Thornton




**Company No. 4346861**

# Company information

| | |
|---|---|
| **Company registration number** | 4346861 |
| **Registered office** | 4-8 Kilwardby Street<br>Ashby de la Zouch<br>Leicestershire<br>LE65 2FU |
| **Directors** | D W Wilson<br>L I Wilson |
| **Secretary** | J A Gillions |
| **Bankers** | Lloyds TSB Bank plc<br>7 High Street<br>Leicester<br>LE1 9FS |
| **Accountants** | Grant Thornton UK LLP<br>Chartered Accountants<br>8 West Walk<br>Leicester<br>LE1 7NH |

# Index to the financial statements

| | |
|---|---|
| **Report of the directors** | 3 |
| **Chartered accountants' report to the board of directors** | 4 |
| **Principal accounting policies** | 5 |
| **Profit and loss account** | 6 |
| **Balance sheet** | 7 |
| **Notes to the financial statements** | 8 - 9 |

# Report of the directors

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

**Principal activities**
The company is principally engaged as property developers.

**The directors and their interests in the shares of the company**
The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

| | Ordinary Shares of £1 each | |
|---|---|---|
| | At 31 December 2005 | At 1 January 2005 |
| D W Wilson | **1,000,000** | 1,000,000 |
| L I Wilson | **-** | - |

**Small company provisions**
This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

BY ORDER OF THE BOARD

J A Gillions
Secretary

27/6/06

Grant Thornton

# Chartered accountants' report to the board of directors on the unaudited financial statements of Easternrange Limited

In accordance with the engagement letter dated 1 July 2004, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company for the year ended 31 December 2005 which comprise the principal accounting policies, profit and loss account, balance sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 and the Company's Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

Grant Thornton UK LLP

GRANT THORNTON UK LLP
CHARTERED ACCOUNTANTS

**LEICESTER**

23 June 2006

# Principal accounting policies

### Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

### Turnover

Turnover is the amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

### Joint venture

The company is a partner in a joint venture with Westernrange Limited. These financial statements incorporate the company's share of the income, expenditure, assets and liabilities under the joint venture agreement.

# Profit and loss account

| | Note | 2005 £ | 2004 £ |
|---|---|---|---|
| Turnover | | – | 303,930 |
| Cost of sales | | – | 270,579 |
| Gross profit | | – | 33,351 |
| Other operating charges | 1 | **1,872** | 1,813 |
| **Operating (loss)/profit** | 2 | **(1,872)** | 31,538 |
| Interest receivable and similar income | | **22** | 249 |
| Interest payable and similar charges | | **(163)** | (61) |
| **(Loss)/profit on ordinary activities before taxation** | | **(2,013)** | 31,726 |
| Tax on (loss)/profit on ordinary activities | 3 | **(382)** | 6,028 |
| **(Loss)/profit for the financial year** | 8 | **(1,631)** | 25,698 |

**The accompanying accounting policies and notes form part of these financial statements.**

# Balance sheet

| | Note | 2005 £ | 2004 £ |
|---|---|---|---|
| **Current assets** | | | |
| Debtors | 4 | **1,384,924** | 1,392,042 |
| **Creditors: amounts falling due within one year** | 5 | **307,746** | 313,233 |
| **Net current assets** | | **1,077,178** | 1,078,809 |
| **Total assets less current liabilities** | | **1,077,178** | 1,078,809 |
| **Capital and reserves** | | | |
| Called-up equity share capital | 7 | **1,000,000** | 1,000,000 |
| Profit and loss account | 8 | **77,178** | 78,809 |
| **Shareholders' funds** | | **1,077,178** | 1,078,809 |

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

(i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and

(ii) 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 financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

These financial statements were approved by the directors on 23/6/06 and are signed on their behalf by:



D W Wilson

**The accompanying accounting policies and notes form part of these financial statements.**

# Notes to the financial statements

## 1 Other operating charges

| | 2005 £ | 2004 £ |
|---|---|---|
| Administrative expenses | **1,872** | 1,813 |

## 2 Operating (loss)/profit

Operating (loss)/profit is stated after charging:

| | 2005 £ | 2004 £ |
|---|---|---|
| Directors' emoluments | **–** | – |

## 3 Taxation on ordinary activities

(a) Analysis of charge in the year

| | 2005 £ | 2004 £ |
|---|---|---|
| Current tax: | | |
| UK Corporation tax based on the results for the year at 19% (2004 - 19%) | **(382)** | 6,028 |
| Total current tax | **(382)** | 6,028 |

(b) Factors affecting current tax charge

The tax assessed on the (loss)/profit on ordinary activities for the year is the same as the standard rate of corporation tax in the UK of 19% (2004 - 19%).

| | 2005 £ | 2004 £ |
|---|---|---|
| (Loss)/profit on ordinary activities before taxation | **(2,013)** | 31,726 |
| (Loss)/profit on ordinary activities by rate of tax | **(382)** | 6,028 |
| Total current tax (note 3(a)) | **(382)** | 6,028 |

## 4 Debtors

| | 2005 £ | 2004 £ |
|---|---|---|
| Corporation tax repayable | **382** | – |
| Other debtors | **1,384,542** | 1,392,042 |
| | **1,384,924** | 1,392,042 |

Other debtors comprise amounts due from Westernrange Limited under a joint venture agreement.

## 5 Creditors: amounts falling due within one year

| | 2005 | 2004 |
|---|---|---|
| | £ | £ |
| Bank overdraft | **5,888** | 5,442 |
| Corporation tax | **–** | 6,028 |
| Other creditors | **301,858** | 301,763 |
| | **307,746** | 313,233 |

## 6 Related party transactions

At 31 December 2005 there was an amount of £300,000 (2004 - £300,000) due to D W Wilson on director's loan account. No interest was paid on the loan.

At 31 December 2005 there was an amount of £1,384,542 (2004 - £1,392,042) due by Westernrange Limited (see note 4). D W Wilson is a shareholder and director of Easternrange Limited and the sons and daughter of D W Wilson are shareholders in Westernrange Limited.

In the year ended 31 December 2004 property at Woodhouse Eaves was sold to J D Wilson for £163,500. The sales proceeds were allocated 67% to Westernrange Limited and 33% to Easternrange Limited under the terms of a joint venture agreement. J D Wilson is the son of D W Wilson, a shareholder and director of Easternrange Limited.

## 7 Share capital

Authorised share capital:

| | 2005 | 2004 |
|---|---|---|
| | £ | £ |
| 2,000,000 Ordinary shares of £1 each | **2,000,000** | 2,000,000 |

Allotted, called up and fully paid:

| | 2005 | | 2004 | |
|---|---|---|---|---|
| | No | £ | No | £ |
| Ordinary shares of £1 each | **1,000,000** | **1,000,000** | 1,000,000 | 1,000,000 |

Following the year end the authorised share capital was increased to £6,000,000 and a further 2,000,000 £1 ordinary shares were allotted.

## 8 Reconciliation of shareholders' funds and movement on reserves

| | Share capital | Profit and loss account | Total share-holders' funds |
|---|---|---|---|
| | £ | £ | £ |
| At 1 January 2005 | **1,000,000** | **78,809** | **1,078,809** |
| Loss for the year | **–** | **(1,631)** | **(1,631)** |
| At 31 December 2005 | **1,000,000** | **77,178** | **1,077,178** |

## 9 Controlling related party

D W Wilson is the company's controlling related party by virtue of his shareholding in the company.