

**ORGANZA' HAIR SALON LIMITED
COMPANY NO SC234078
FINANCIAL ACCOUNTS IN RESPECT OF
THE YEAR ENDING 31ST JULY 2005**

**A.G.ACCOUNTING(EST.1983)
INCORPORATED ACCOUNTANTS
40,URQUHART ROAD,
ABERDEEN AB24 5LT**



**ORGANZA' HAIR DESIGN LIMITED
FINANCIAL REPORT AND ACCOUNTS FOR THE YEAR ENDING 31st JULY 2005
ENDING ON 31st JULY 2005**

REPORT OF THE DIRECTORS

The directors submit their Report and Accounts for the year ending 31st July 2005

The company was incorporated on 12th July 2002

PRINCIPAL ACTIVITY

The principal activity of the company is that of hair design predominantly, but not exclusively for a female clientele

DIRECTORS

The directors of the company during the year and their beneficial interest in the shares of the company were as follows

Mrs W Peddie	No of ordinary shares held 1 Share
--------------	---------------------------------------

STATEMENT OF DIRECTORS RESPONSIBILITIES

Company law requires the directors to prepare accounts for each financial year, 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 that period

In preparing these accounts, the directors are required to-
select suitable accounting policies and then apply them consistently
make judgments and estimates that are reasonable and prudent
follow applicable standards subject to any material departures disclosed and explained
in the Accounts

prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business

the directors are responsible for maintaining 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 Accounts 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

In preparing the above report, the directors have taken advantage of special exemptions applicable to small companies

Approved by the Board of Directors and signed on behalf of the Board on 28th July 2006

A. C Accounting

A G ACCOUNTING
COMPANY SECRETARY

**ORGANZA' HAIR SALON LIMITED
 PROFIT & LOSS ACCOUNT IN RESPECT
 OF THE YEAR ENDING 31ST JULY 2005**

	Notes	2005 £	2004 £
TURNOVER		46189	41015
BANK INTEREST RECEIVED		<u>116</u>	94
		46305	41109
DIRECTOR'S REMUNERATION	2	4620	5524
OTHER OVERHEAD COSTS		<u>33449</u>	<u>41710</u>
		38069	47234
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		8236	-6125
TAX ON PROFIT ON ORDINARY ACTIVITIES		<u>0</u>	<u>0</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		8236	-6125
REVENUE RESERVES BROUGHT FORWARD		<u>-1556</u>	<u>4569</u>
REVENUE RESERVES CARRIED FORWARD		<u>6680</u>	<u>-1556</u>

**ORGANZA' HAIR SALON LIMITED
BALANCE SHEET AS AT 31st JULY 2005**

2003	Notes	£	£
£			
180 Formation Expenses			180
CURRENT ASSETS			
500 Stock in Hand		500	
483 Sundry Debtors		---	
<u>905</u> Bank		<u>7361</u>	
1888		7861	
CURRENT LIABILITIES			
1266 Trade & Sundry Creditors	3	1189	
<u>2357</u> Loan Advance-W Peddie		<u>171</u>	
3623		1360	
-1735			<u>6501</u>
<u>-1555</u> NET WORTH			<u>6681</u>
REPRESENTED BY			
1 Issued Share Capital	4		£ 1
<u>-1556</u> Reserves			<u>6680</u>
<u>-1555</u>			<u>6681</u>

The directors have:

- a) taken advantage of the Companies Act 1985 in not having these accounts audited under Section 249A(1)
 - b) confirmed that no notice has been deposited under Section 249B(2) of the Companies Act 1985.
 - c) acknowledged their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985
 - d) acknowledged their responsibilities for preparing accounts which give a true and fair view of the company and of its profit for the year then ended in accordance with the requirements of Section 226 of the Companies Act 1985 and which otherwise comply with the requirements of this Act relating to accounts as far as applicable to this company
- "The accounts are prepared in accordance with the special provisions of Part V11 of the Companies Act relating to small companies(Section 246(8) of the Act)"

W. Peddie
Mrs G J PEDDIE

DIRECTOR
28TH JULY 2006

ORGANZA' HAIR SALON LIMITED

NOTES TO THE ACCOUNTS IN RESPECT OF THE YEAR ENDING 31ST JULY 2005

1 ACCOUNTING POLICIES

(a) **Basis of Accounting**

The Accounts are prepared under the historical cost basis of accounting

(b) **Cash Flow**

The Accounts do not include a cash flow statement because the company, as a small reporting entity is exempt from the requirement to prepare such a statement under Financial Reporting 1 'Cash Flow Statements'.

(c) **Turnover represents invoiced sales for the year adjusted for opening and closing debtors, including V A T**

(d) **Tangible Fixed Assets**

Depreciation is provided so as to write down the cost of tangible fixed assets to their estimated residual value over their expected useful lives on the reducing balance basis as follows

Salon Equipment	25%
-----------------	-----

(e) **Deferred taxation is provided on the liability method at the corporation tax rate ruling at the year end to take account of timing differences between capital allowances claimed for taxation purposes and the charge for depreciation for accounts purposes other than those timing differences which can reasonably be expected to continue in the foreseeable future**

2 STAFF COSTS

The charge for staff costs includes the following

	2005	2004
Directors Remuneration	4620	£ 5524

ORGANZA' HAIR SALON LIMITED**NOTES TO THE ACCOUNTS IN RESPECT OF THE YEAR ENDING 31ST JULY 2005****3 CREDITORS AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2005	2004
	£	£
Trade Creditors	300	338
Sundry Creditors	889	928
Loan Advance-W Peddie	<u>171</u>	<u>2357</u>
	1360	3623

4 SHARE CAPITAL

	£	£
Authorized 100 Ordinary Shares of £1 each	10000	10000
Alloted, called up and fully paid 100 Ordinary Shares of £1 each	1	1

Organza' Hair Salon Limited

Trading & Profit & Loss Account in respect of the year ending 31 July 2005

Sales Income		£ 46189
	£	
Salon Purchases	4619	
Director's Remuneration	4620	
Wages incl. Employers N.I.	<u>15945</u>	<u>25184</u>
GROSS PROFIT		<u>21005</u>
	£	
Overheads		
Rent & Rates	8578	
Heat, Light & Telephone	878	
Printing, Stationery, Advertising & Posts	126	
Repairs & Renewals	198	
Professional Fees	936	
Insurance	347	
Bank Interest & Charges	185	
General Expenses	<u>1637</u>	<u>12885</u>
Net Trading Profit		<u>8120</u>
Bank Interest Received		<u>116</u>
Net Profit		<u>8236</u>