LLEWELLYN ALEXANDER (FINE PAINTINGS) LIMITED
DIRECTOR'S REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2007
LLEWELLYN ALEXANDER (FINE PAINTINGS) LIMITED

COMPANY INFORMATION

Director J M Llewellyn Lloyd
Secretary E A G Chew
Company number 2153939
Registered office 124-126 The Cut
Waterloo
London
SE1 8LN
Accountants Mallers
5 Richardson Walk, Lexden
Colchester
Essex
CO3 4AJ
Business address 124-126 The Cut
Waterloo
London
SE1 8LN
<table>
<thead>
<tr>
<th>Contents</th>
<th>Page</th>
</tr>
</thead>
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<td>Director's report</td>
<td>1</td>
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<tr>
<td>Accountants' report</td>
<td>2</td>
</tr>
<tr>
<td>Profit and loss account</td>
<td>3</td>
</tr>
<tr>
<td>Balance sheet</td>
<td>4</td>
</tr>
<tr>
<td>Notes to the financial statements</td>
<td>5-8</td>
</tr>
</tbody>
</table>
LLEWELLYN ALEXANDER (FINE PAINTINGS) LIMITED

DIRECTOR'S REPORT

FOR THE YEAR ENDED 30 NOVEMBER 2007

The director presents her report and financial statements for the year ended 30 November 2007

Principal activities
The principal activity of the company continued to be that of art dealers

Director
The following director has held office since 1 December 2006

J M Llewellyn Lloyd

Director's responsibilities
The director is responsible for preparing the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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 those financial statements, the director is required to:
- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable her to ensure that the financial statements comply with the Companies Act 1985. She is 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.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the board

E A G Chew

Secretary
22 Sept 08
LLEWELLYN ALEXANDER (FINE PAINTINGS) LIMITED

CHARTERED CERTIFIED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE
UNAUDITED FINANCIAL STATEMENTS OF LLEWELLYN ALEXANDER (FINE PAINTINGS) LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 30 November 2007, set out on pages 3 to 8 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.

Mallers

Mallers
Chartered Certified Accountants

5 Richardson Walk, Lexden
Colchester
Essex
CO3 4AJ

23 Sept 08
# LLEWELLYN ALEXANDER (FINE PAINTINGS) LIMITED

## PROFIT AND LOSS ACCOUNT

**FOR THE YEAR ENDED 30 NOVEMBER 2007**

<table>
<thead>
<tr>
<th>Notes</th>
<th>2007</th>
<th>2006</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Turnover</td>
<td>597,143</td>
<td>620,655</td>
</tr>
<tr>
<td>Cost of sales</td>
<td>(317,474)</td>
<td>(337,985)</td>
</tr>
<tr>
<td><strong>Gross profit</strong></td>
<td>279,669</td>
<td>282,680</td>
</tr>
<tr>
<td>Distribution costs</td>
<td>(5,639)</td>
<td>(4,719)</td>
</tr>
<tr>
<td>Administrative expenses</td>
<td>(232,358)</td>
<td>(228,739)</td>
</tr>
<tr>
<td><strong>Operating profit</strong></td>
<td>41,672</td>
<td>49,222</td>
</tr>
<tr>
<td>Other interest receivable and similar income</td>
<td>1,396</td>
<td>520</td>
</tr>
<tr>
<td><strong>Profit on ordinary activities before taxation</strong></td>
<td>43,068</td>
<td>49,742</td>
</tr>
<tr>
<td>Tax on profit on ordinary activities</td>
<td>(8,838)</td>
<td>(9,924)</td>
</tr>
<tr>
<td><strong>Profit for the year</strong></td>
<td>34,230</td>
<td>39,818</td>
</tr>
</tbody>
</table>
LLEWELLYN ALEXANDER (FINE PAINTINGS) LIMITED

BALANCE SHEET
AS AT 30 NOVEMBER 2007

<table>
<thead>
<tr>
<th>Notes</th>
<th>2007</th>
<th>£</th>
<th>2006</th>
<th>£</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fixed assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Tangible assets</td>
<td>6</td>
<td>4,664</td>
<td>4,450</td>
<td></td>
</tr>
<tr>
<td>Current assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Stocks</td>
<td></td>
<td>93,157</td>
<td>99,399</td>
<td></td>
</tr>
<tr>
<td>Debtors</td>
<td>7</td>
<td>15,654</td>
<td>17,538</td>
<td></td>
</tr>
<tr>
<td>Cash at bank and in hand</td>
<td></td>
<td>84,903</td>
<td>77,744</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>193,714</td>
<td>194,681</td>
<td></td>
</tr>
<tr>
<td>Creditors amounts falling due within one year</td>
<td>8</td>
<td>(53,319)</td>
<td>(58,302)</td>
<td></td>
</tr>
<tr>
<td>Net current assets</td>
<td></td>
<td>140,395</td>
<td>136,379</td>
<td></td>
</tr>
<tr>
<td>Total assets less current liabilities</td>
<td></td>
<td>145,059</td>
<td>140,829</td>
<td></td>
</tr>
</tbody>
</table>

| Capital and reserves |     |      |      |     |
| Called up share capital | 9 | 1,000 | 1,000 |
| Share premium account | 10 | 119,681 | 119,681 |
| Other reserves | 10 | 320 | 320 |
| Profit and loss account | 10 | 24,058 | 19,828 |
| Shareholders' funds |     | 145,059 | 140,829 |

In preparing these financial statements
(a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985,
(b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
(c) The director acknowledges her responsibilities for
   (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
   (ii) preparing accounts 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 this Act relating to accounts, so far as applicable to the company

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002)

The financial statements were approved by the Board on 22 Sept 08

J M Llewellyn Lloyd
Director
1 Accounting policies

1.1 Accounting convention
The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

1.2 Compliance with accounting standards
The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

1.3 Turnover
Turnover represents amounts receivable for goods and services net of VAT and trade discounts

1.4 Tangible fixed assets and depreciation
Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows

<table>
<thead>
<tr>
<th>Plant and machinery</th>
<th>Fixtures, fittings &amp; equipment</th>
</tr>
</thead>
<tbody>
<tr>
<td>25% reducing balance</td>
<td>25% reducing balance</td>
</tr>
</tbody>
</table>

2 Operating profit

<table>
<thead>
<tr>
<th></th>
<th>2007</th>
<th>2006</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating profit is stated after charging</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Depreciation of tangible assets</td>
<td>1,555</td>
<td>1,480</td>
</tr>
<tr>
<td>Director's emoluments</td>
<td>9,089</td>
<td>5,518</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

3 Investment income

<table>
<thead>
<tr>
<th></th>
<th>2007</th>
<th>2006</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bank interest</td>
<td>1,396</td>
<td>520</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>1,396</td>
<td>520</td>
</tr>
</tbody>
</table>

4 Taxation

<table>
<thead>
<tr>
<th></th>
<th>2007</th>
<th>2006</th>
</tr>
</thead>
<tbody>
<tr>
<td>Domestic current year tax</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>U K corporation tax</td>
<td>8,838</td>
<td>9,924</td>
</tr>
<tr>
<td>Current tax charge</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>8,838</td>
<td>9,924</td>
</tr>
<tr>
<td></td>
<td>Dividends</td>
<td>2007</td>
</tr>
<tr>
<td>---</td>
<td>-------------------------------</td>
<td>------</td>
</tr>
<tr>
<td></td>
<td></td>
<td>£</td>
</tr>
<tr>
<td>5</td>
<td>Ordinary interim paid</td>
<td>30,000</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>Tangible fixed assets</th>
<th>Plant and machinery etc</th>
</tr>
</thead>
<tbody>
<tr>
<td>6</td>
<td></td>
<td>£</td>
</tr>
<tr>
<td></td>
<td><strong>Cost</strong></td>
<td></td>
</tr>
<tr>
<td></td>
<td>At 1 December 2006</td>
<td>97,530</td>
</tr>
<tr>
<td></td>
<td>Additions</td>
<td>1,789</td>
</tr>
<tr>
<td></td>
<td>At 30 November 2007</td>
<td>99,329</td>
</tr>
<tr>
<td></td>
<td><strong>Depreciation</strong></td>
<td></td>
</tr>
<tr>
<td></td>
<td>At 1 December 2006</td>
<td>93,080</td>
</tr>
<tr>
<td></td>
<td>Charge for the year</td>
<td>1,555</td>
</tr>
<tr>
<td></td>
<td>At 30 November 2007</td>
<td>94,635</td>
</tr>
<tr>
<td></td>
<td><strong>Net book value</strong></td>
<td></td>
</tr>
<tr>
<td></td>
<td>At 30 November 2007</td>
<td>4,664</td>
</tr>
<tr>
<td></td>
<td>At 30 November 2008</td>
<td>4,450</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>Debtors</th>
<th>2007</th>
<th>2006</th>
</tr>
</thead>
<tbody>
<tr>
<td>7</td>
<td></td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td></td>
<td>Trade debtors</td>
<td>15,654</td>
<td>17,538</td>
</tr>
</tbody>
</table>
8 Creditors: amounts falling due within one year

<table>
<thead>
<tr>
<th></th>
<th>2007</th>
<th>2006</th>
</tr>
</thead>
<tbody>
<tr>
<td>Trade creditors</td>
<td>4,277</td>
<td>9,038</td>
</tr>
<tr>
<td>Taxation and social security</td>
<td>22,345</td>
<td>19,092</td>
</tr>
<tr>
<td>Other creditors</td>
<td>26,697</td>
<td>30,172</td>
</tr>
<tr>
<td></td>
<td><strong>53,319</strong></td>
<td><strong>58,302</strong></td>
</tr>
</tbody>
</table>

9 Share capital

<table>
<thead>
<tr>
<th></th>
<th>2007</th>
<th>2006</th>
</tr>
</thead>
<tbody>
<tr>
<td>Authorised</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2,000,000 Ordinary shares of 50p each</td>
<td>1,000,000</td>
<td>1,000,000</td>
</tr>
<tr>
<td>Allotted, called up and fully paid</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2,000 Ordinary shares of 50p each</td>
<td>1,000</td>
<td>1,000</td>
</tr>
</tbody>
</table>

10 Statement of movements on reserves

<table>
<thead>
<tr>
<th></th>
<th>Share premium account</th>
<th>Other reserves (see below)</th>
<th>Profit and loss account</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Balance at 1 December 2006</td>
<td>119,681</td>
<td>320</td>
<td>19,828</td>
</tr>
<tr>
<td>Profit for the year</td>
<td>-</td>
<td>-</td>
<td>34,230</td>
</tr>
<tr>
<td>Dividends paid</td>
<td>-</td>
<td>-</td>
<td>(30,000)</td>
</tr>
<tr>
<td>Balance at 30 November 2007</td>
<td>119,681</td>
<td>320</td>
<td>24,058</td>
</tr>
</tbody>
</table>

Other reserves
Capital redemption reserve
Balance at 1 December 2006 & at 30 November 2007

11 Control

The ultimate controlling party is Mrs J M Llewellyn Lloyd the company director and shareholder
12 Related party transactions

During the year the company paid the company directors £27,084 (2006 £25,000) to rent the company premises at 124-126 The Cut, Waterloo, London owned by them. This transaction was carried out on an arms length basis.