

**ADVANTAGE AIR CONDITIONING LIMITED**  
**UNAUDITED ABBREVIATED ACCOUNTS**  
**FOR**  
**28 FEBRUARY 2006**

**BREWERS**  
Chartered Accountants  
Bourne House  
Queen Street  
Gomshall  
Surrey GU5 9LY



# **ADVANTAGE AIR CONDITIONING LIMITED**

## **ABBREVIATED ACCOUNTS**

**YEAR ENDED 28 FEBRUARY 2006**

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# **ADVANTAGE AIR CONDITIONING LIMITED**

## **ACCOUNTANTS' REPORT TO THE DIRECTOR OF ADVANTAGE AIR CONDITIONING LIMITED**

**YEAR ENDED 28 FEBRUARY 2006**

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In accordance with the engagement letter dated 19 November 2003, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the 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 Director, 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 Director that we have done so, and state those matters that we have agreed to state to him 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 Director, 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 as at 28 February 2006 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.

Bourne House  
Queen Street  
Gomshall  
Surrey GU5 9LY

**BREWERS**  
Chartered Accountants

12 October 2006

# ADVANTAGE AIR CONDITIONING LIMITED

## ABBREVIATED BALANCE SHEET

28 FEBRUARY 2006

	Note	2006 £	£	2005 £
<b>FIXED ASSETS</b>	2			
Tangible assets			<u>15,259</u>	<u>7,429</u>
<b>CURRENT ASSETS</b>				
Stocks		1,238		1,170
Debtors		67,447		38,664
Cash at bank and in hand		53,944		43,363
		<u>122,629</u>		<u>83,197</u>
<b>CREDITORS: Amounts falling due within one year</b>		<u>81,943</u>		<u>67,490</u>
<b>NET CURRENT ASSETS</b>			<u>40,686</u>	<u>15,707</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>55,945</u>	<u>23,136</u>
<b>CAPITAL AND RESERVES</b>				
Called-up equity share capital	4		100	100
Profit and loss account			<u>55,845</u>	<u>23,036</u>
<b>SHAREHOLDER'S FUNDS</b>			<u>55,945</u>	<u>23,136</u>

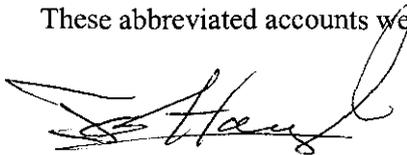
The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of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

The director acknowledges his responsibility 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 abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved and signed by the director on 12 October 2006.



J G HAYTON

The notes on pages 3 to 6 form part of these abbreviated accounts.

# ADVANTAGE AIR CONDITIONING LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 28 FEBRUARY 2006

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### 1. 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).

#### **Changes in accounting policies**

In preparing the financial statements for the current year, the company has adopted the following Financial Reporting Standards:

- Financial Reporting Standard for Smaller Entities (effective January 2005);
- FRS 21 'Events after the Balance Sheet date (IAS 10)'; and
- FRS 25 'Financial Instruments: Disclosure and Presentation (IAS 32)'.

Financial Reporting Standard for Smaller Entities (effective January 2005)

The FRSSE prescribes the basis for those entities within its scope that have chosen to adopt it for preparing and presenting their financial statements. Dividends paid are not now disclosed on the face of the Profit and Loss account.

#### FRS 21 'Events after the Balance Sheet date (IAS 10)'

The adoption of FRS 21 has resulted in a change in accounting policy in respect of proposed equity dividends. If the company declares dividends to the holders of equity instruments after the balance sheet date, the company does not recognise those dividends as a liability at the balance sheet date. The aggregate amount of equity dividends proposed before approval of the financial statements, which have not been shown as liabilities at the balance sheet date, are disclosed in the notes to the financial statements. Previously, proposed equity dividends were recorded as liabilities at the balance sheet date.

#### FRS 25 'Financial Instruments: Disclosure and Presentation (IAS 32)' and FRS 26 'Financial Instruments: Measurement (IAS 39)'

FRS 25 applies to accounting periods beginning on or after 1 January 2005. The presentation requirements deal with the classification of capital instruments issued between debt and equity and the implications of that classification for dividends and interest expense.

# ADVANTAGE AIR CONDITIONING LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 28 FEBRUARY 2006

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### 1. ACCOUNTING POLICIES *(continued)*

#### **Turnover**

The turnover shown in the profit and loss account represents the value of work undertaken in the year exclusive of Value Added Tax.

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

#### **Fixed assets**

All fixed assets are initially recorded at cost.

#### **Depreciation**

Depreciation is calculated so as to write off the cost of an asset over the useful economic life of that asset as follows:

Plant & Machinery	-	3 years
Fixtures & Fittings	-	3 years
Motor Vehicles	-	4 years
Office Equipment	-	4 years

#### **Stocks**

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

#### **Operating lease agreements**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

#### **Pension costs**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

# ADVANTAGE AIR CONDITIONING LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 28 FEBRUARY 2006

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### 1. ACCOUNTING POLICIES *(continued)*

#### Deferred taxation

Deferred tax is recognised in respect of all material timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

#### Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

### 2. FIXED ASSETS

	<b>Tangible Assets £</b>
<b>COST</b>	
At 1 March 2005	27,288
Additions	<u>10,982</u>
<b>At 28 February 2006</b>	<u><b>38,270</b></u>
<b>DEPRECIATION</b>	
At 1 March 2005	19,859
Charge for year	<u>3,152</u>
<b>At 28 February 2006</b>	<u><b>23,011</b></u>
<b>NET BOOK VALUE</b>	
<b>At 28 February 2006</b>	<u><b>15,259</b></u>
At 28 February 2005	<u>7,429</u>

# ADVANTAGE AIR CONDITIONING LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 28 FEBRUARY 2006

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### 3. RELATED PARTY TRANSACTIONS

The company was under the control of the director throughout the current and previous year by virtue of his 100% holding in the company's issued share capital.

Included under creditors is a director's loan account balance of £3,149 (2005 - £3,204). The maximum outstanding during the year was £22,851DR.

No other transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standards for Smaller Entities.

### 4. SHARE CAPITAL

#### Authorised share capital:

	2006	2005
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

#### Allotted, called up and fully paid:

	2006		2005	
	No	£	No	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>