

THORNTON COMMUNICATIONS LIMITED  
FINANCIAL STATEMENTS  
31 AUGUST 2008

Company Registration No: 02797776

TUESDAY



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THORNTON COMMUNICATIONS LIMITED  
YEAR ENDED 31 AUGUST 2008

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THORNTON COMMUNICATIONS LIMITED  
YEAR ENDED 31 AUGUST 2008  
COMPANY INFORMATION

DIRECTORS: MS J SEWELL  
MR M FISHER  
MR N BAYLEY  
MS J CLAYTON

SECRETARY: MS J SEWELL

COMPANY NUMBER: 02797776

REGISTERED  
OFFICE: UNIT 12  
WESTLINK BELBINS BUSINESS PARK  
CUPERNHAM LANE  
ROMSEY  
HAMPSHIRE  
SO41 6DY

ACCOUNTANTS: STEPHEN SENIOR AND COMPANY  
CHARTERED CERTIFIED ACCOUNTANTS  
147 UNION STREET  
OLDHAM  
OL1 1TD

THORNTON COMMUNICATIONS LIMITED  
DIRECTORS REPORT FOR THE YEAR ENDED 31 AUGUST 2008

The directors present their report and the financial statements for the year ended 31 August 2008.

Statement of Directors Responsibilities

The directors are required by law to prepare financial statements for each financial year 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 the profit and loss, total recognised gains or losses and cash flows of the company for that period. The directors confirm their responsibility to ensure that appropriate accounting policies have been used and applied consistently, and reasonable and prudent judgements and estimates have been made, in the preparation of the financial statements for the year ended 31 August 2008. The directors also confirm their responsibility to prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business. The directors are responsible for maintaining adequate accounting records, for safeguarding the assets of the company and for taking reasonable steps to prevent and detect fraud and other irregularities.

Principal Activity

The company's principal activity during the year was that of installation of and consulting in telecommunications and electronics.

The company has ceased to trade and is currently dormant.

Directors

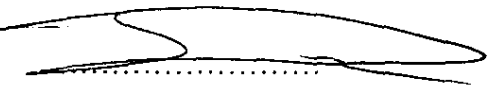
The directors who served during the year and their beneficial interests in the shares of the company as recorded in the register of directors interests were as follows:

	<u>2008</u>	<u>2007</u>
Ms J Sewell (appointed 28.11.07)	- -	- -
Mr M Fisher (appointed 28.11.07)	- -	- -
Mr N Bayley (appointed 28.11.07)	- -	- -
Ms J Clayton (appointed 28.11.07)	- -	- -
Mr D Lawson (resigned 28.11.07)	- -	- -

Accountants

Stephen Senior and Company were the company accountants during the period.

This report, which has been prepared taking advantage of special exemptions applicable to small companies under section 246 of the Companies Act 1985 was approved by the board on 7 August 2009 and signed on its behalf.

  
J Sewell  
Director

ACCOUNTANTS REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED  
FINANCIAL STATEMENTS OF THORNTON COMMUNICATIONS LTD

In accordance with the engagement letter dated 1 June 2009 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 Profit and Loss Account , 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 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 Chartered Association of Certified Accountants and have complied with the ethical guidance laid down by the Association relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet for the year ended 31 August 2008 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 under the provisions of subsection 1 of section 249a of the Companies Act 1985.

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.



Stephen Senior and Company  
Chartered Certified Accountants  
147 Union Street  
Oldham  
OL1 1TD

7 August 2009

THORNTON COMMUNICATIONS LIMITED  
PROFIT AND LOSS ACCOUNT  
YEAR ENDED 31 AUGUST 2008

	<u>Notes</u>	<u>2008</u>	<u>2007</u>
Turnover		- -	654,279
Cost of Sales		- -	346,448
<b>GROSS PROFIT</b>		<u>- -</u>	<u>307,831</u>
Distribution Costs		- -	- -
Administration Expenses		- -	185,899
<b>OPERATING PROFIT</b>	2	<u>- -</u>	<u>121,932</u>
Interest Receivable		- -	1,901
Interest payable and Similar Charges	3	- -	( 242)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<u>- -</u>	<u>123,591</u>
Tax on Profit on Ordinary Activities	4	- -	21,576
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<u>- -</u>	<u>102,015</u>
Retained Profits brought forward		<u>247,059</u>	<u>145,044</u>
		247,059	247,059
Dividends	5	247,059	- -
Retained Profits carried forward		<u>- -</u>	<u>247,059</u>

THORNTON COMMUNICATIONS LIMITED  
BALANCE SHEET  
AS AT 31 AUGUST 2008

FIXED ASSETS	<u>Notes</u>	<u>2008</u>	<u>2007</u>
Intangible Assets	6	- -	- -
Tangible Assets	7	<u>- -</u>	<u>17,874</u>
		- -	17,874
<b>CURRENT ASSETS</b>			
Stocks		- -	35,923
Debtors	8	1,583	272,083
Cash at Bank		<u>- -</u>	<u>90,506</u>
		1,583	398,512
<b>CREDITORS – Amounts falling due within One Year</b>			
	9	<u>- -</u>	<u>167,744</u>
<b>NET CURRENT ASSETS</b>		1,583	230,768
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>1,583</u>	<u>248,642</u>
<b>CAPITAL AND RESERVES</b>			
Called Up Equity Share Capital	12	1,583	1,583
Profit and Loss Account	13	<u>- -</u>	<u>247,059</u>
<b>SHAREHOLDERS EQUITY FUNDS</b>	14	<u>1,583</u>	<u>248,642</u>

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 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 financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statement were approved and signed on behalf of the board and authorised for issue on 7 August 2009.

  
J Sewell  
Director

THORNTON COMMUNICATIONS LIMITED  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED 31 AUGUST 2008

1. ACCOUNTING POLICIES

**Basis of Accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with applicable UK accounting standards.

**Cash Flow Statement**

The directors have taken advantage of the exemption in Financial Reporting Standard No 1

(Revised 1996) from including a cash flow statement in the financial statements on the ground that the company is small.

**Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

**Amortisation**

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill	evenly over estimated life of 20years
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**Fixed Assets**

All fixed assets are initially recorded at cost.

**Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant and Machinery	25% of cost
Fixtures & Fittings	25% of written down value
Motor Vehicles	25% of written down value
Office Equipment	25% of written down value

**Stocks**

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

**Hire Purchase Agreements**

Assets held under hire purchase agreement are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

THORNTON COMMUNICATIONS LIMITED  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED 31 AUGUST 2008

1. ACCOUNTING POLICIES Cont/

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.

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 evidences a residual interest in the assets of the company after deducting all of its liabilities.

2.	OPERATING PROFIT	<u>2008</u>	<u>2007</u>
	Operating profit is stated after charging		
	Directors Emoluments	- -	- -
	Directors Pension Contributions	- -	- -
	Amortisation	- -	- -
	Depreciation of owned Fixed Assets	- -	9,361
	(Profit) on disposal of Fixed Assets	<u>- -</u>	<u>(7,810)</u>
3.	INTEREST PAYABLE AND SIMILAR CHARGES		
	Finance Charges	<u>- -</u>	<u>242</u>
4.	TAXATION ON ORDINARY ACTIVITIES		
	Current tax		
	UK Corporation Tax based on the results for the year		
	at 20% and 21 % (2007 20% and 19%).	<u>- -</u>	<u>21,576</u>
	Total Current Tax	<u>- -</u>	<u>21,576</u>
5.	DIVIDENDS		
	Equity Dividends on Ordinary Shares	<u>247,059</u>	<u>- -</u>

THORNTON COMMUNICATIONS LIMITED  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED 31 AUGUST 2008

6.	INTANGIBLE FIXED ASSETS	<u>Goodwill</u>			
	COST				
	At 1 September 2007				6,000
	Disposal				<u>6,000</u>
	At 31 August 2008				<u>- -</u>
	AMORTISATION				
	At 1 September 2007				6,000
	Deletion for Disposal				<u>6,000</u>
	At 31 August 2008				<u>- -</u>
	NET BOOK VALUES				
	At 31 August 2008				<u>- -</u>
	At 31 August 2007				<u>- -</u>
7.	TANGIBLE FIXED ASSETS	<u>Fixtures &amp; Fittings</u>	<u>Motor Vehicles</u>	<u>Equip</u>	<u>Total</u>
	COST				
	At 1 September 2007	1,254	50,613	21,134	73,001
	Disposals	<u>1,254</u>	<u>50,613</u>	<u>21,134</u>	<u>73,001</u>
	At 31 August 2008	<u>- -</u>	<u>- -</u>	<u>- -</u>	<u>- -</u>
	DEPRECIATION				
	At 1 September 2007	792	37,929	16,406	55,127
	Deletions for Disposals	<u>792</u>	<u>37,929</u>	<u>16,406</u>	<u>55,127</u>
	At 31 August 2008	<u>- -</u>	<u>- -</u>	<u>- -</u>	<u>- -</u>
	NET BOOK VALUES				
	At 31 August 2008	<u>- -</u>	<u>- -</u>	<u>- -</u>	<u>- -</u>
	At 31 August 2007	<u>462</u>	<u>12,684</u>	<u>4,728</u>	<u>17,874</u>

None of the assets were held under hire purchase agreements.

8.	DEBTORS	<u>2008</u>	<u>2007</u>
	Trade Debtors	- -	135,684
	Amounts owed by group undertakings	<u>1,583</u>	<u>136,399</u>
		<u>1,583</u>	<u>272,083</u>

THORNTON COMMUNICATIONS LIMITED  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED 31 AUGUST 2008

		<u>2008</u>	<u>2007</u>
9.	CREDITORS – Amounts within		
	One Year:		
	Trade Creditors	- -	11,399
	Other Creditors	- -	105,195
	Corporation Tax	- -	28,395
	PAYE and Social Security	- -	6,413
	Vat	- -	8,528
	Accruals & Deferred Income	<u>- -</u>	<u>7,814</u>
		<u>- -</u>	<u>167,744</u>
10.	COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS		
	Future commitments under hire purchase agreements are as follows:		
	Amounts payable within 1 Year	<u>- -</u>	<u>2,723</u>
11.	RELATED PARTY TRANSACTIONS		
	On 1 September 2005 the company became a wholly owned subsidiary of Charabi Limited, a company incorporated in England & Wales, Registered number 02737063. During the year the company was charged £NIL (2007 £85,000) in respect of management charges by the parent company Charabi Limited. At 31 August 2008 Charabi Limited owed Thornton Communications Limited £NIL (2007 £136,399). On 1 September 2007 the company became a wholly owned subsidiary of Rosie Red Group Ltd, a company incorporated in England & Wales, registered no 6399870. No other transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.		
12.	SHARE CAPITAL	<u>2008</u>	<u>2007</u>
	Authorised Share Capital:		
	1,000,000 Ordinary Shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>
	Allotted, Called Up and Fully Paid:		
	Ordinary Shares of £1 each	<u>1,583</u>	<u>1,583</u>

THORNTON COMMUNICATIONS LIMITED  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED 31 AUGUST 2008

	<u>2008</u>	<u>2007</u>
13. PROFIT AND LOSS ACCOUNT		
Balance brought forward	247,059	145,044
Profit for the Financial Year	- -	102,015
Equity Dividends Paid (FRS 25)	<u>247,059</u>	<u>- -</u>
Balance carried forward	<u>- -</u>	<u>247,059</u>
14. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS		
Profit for the Financial Year	- -	102,015
Equity Dividends Paid (FRS 25)	<u>247,059</u>	<u>- -</u>
Net (Deduction)/Addition to Shareholders Funds	(247,059)	102,015
Opening Shareholders Funds	<u>248,642</u>	<u>146,627</u>
Closing Shareholders Funds	<u>1,583</u>	<u>248,642</u>
15. ULTIMATE PARENT COMPANY		
Thornton Communications Limited is a wholly owned subsidiary of Rosie Red Group Ltd, a company incorporated in England & Wales, Registered number 6399870.		