

**COMPANY NUMBER:
3524036 (ENGLAND & WALES)**

**R & R ELECTRICAL LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2006**

**MEMACT LIMITED
ACCOUNTANTS
118 COLLIER ROW ROAD
ROMFORD
ESSEX
RM5 2BB**



R & R ELECTRICAL LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2006

The directors present their report and the financial statements for the year ended 31 MARCH 2006.

Principal activities

The principal activity of the company continues to be that of owning and managing commercial property.

Directors' interests

The directors of the company during the year and their interests in the share capital of the company as recorded in the register of directors interests were as follows:

	2006	2005
	No.	of shares
R G Franklin	33	33
Mrs C B Smith	34	34
R Smith	33	33

Responsibilities of the directors

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

select suitable accounting policies and then apply them consistently;

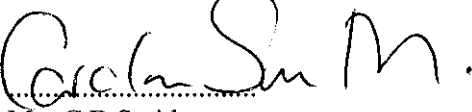
make judgements and estimates that are reasonable and prudent; and

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 keeping 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 financial statements 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.

This report was approved by the board on 15 AUGUST 2006 and has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board


Mrs C B Smith

ACCOUNTANTS' REPORT
TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
R & R ELECTRICAL LIMITED

As described in the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 MARCH 2006 set out on pages 3 to 7 and you consider that the company is exempt from a report under section 249A(1) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

.....
Memact Limited
Accountants
118 Collier Row Road
Romford
Essex
RM5 2BB

Dated:

R & R ELECTRICAL LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2006

	Note	2006 £	2005 £
Administrative expenses		(1,148)	(2,049)
		(1,148)	(2,049)
Other operating income		21,361	-
Operating profit/(Loss)		20,213	(2,049)
Interest payable		(11,772)	(1,463)
Profit/(Loss) on ordinary activities before taxation		8,441	(3,512)
Tax on profit on ordinary activities	3	(539)	-
Retained Profit/(Loss) for the year		7,902	(3,512)

The annexed notes form part of these financial statements.


R & R ELECTRICAL LIMITED

BALANCE SHEET AS AT 31 MARCH 2006

	Note	2006	2005
		£	£
Fixed assets			
Tangible assets	4	205,172	205,172
Current assets			
Debtors	5	3,913	-
Cash at bank and in hand		669	190
		<u>4,582</u>	<u>190</u>
Creditors			
Amounts due within one year	6	(61,275)	(58,999)
Net current liabilities		<u>(56,693)</u>	<u>(58,809)</u>
Total assets less current liabilities		<u>148,479</u>	<u>146,363</u>
Creditors			
Amounts falling due after more than one year	7	(143,989)	(149,775)
Net assets/(liabilities)		<u>4,490</u>	<u>(3,412)</u>
Capital and reserves			
Called up share capital	8	100	100
Profit and loss account	9	4,390	(3,512)
Shareholders' funds		<u>4,490</u>	<u>(3,412)</u>

In the opinion of the directors the company is entitled to claim exemptions from audit by virtue of subsection (1) of Section 249A of the Companies Act 1985. Members have not required the company, under s.249B(2) of the Companies Act 1985, to obtain an audit for the year ended 31 MARCH 2006. The directors are responsible for ensuring that the company maintains accounting records in compliance with Section 221 of that Act and for preparing accounts which give a true and fair view of the affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with Section 226, and which comply with the other requirements of the Act relating to the accounts so far as applicable to the company.

Approved by the board of directors on 15 AUGUST 2006 and signed on its behalf. 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 in accordance with the Financial Reporting Standard for Smaller Entities (Effective January 2005).



 Mrs C B Smith

The annexed notes form part of these financial statements.

R & R ELECTRICAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2006

1. Accounting policies

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

Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

2. Turnover

The turnover and profit before taxation is attributable to the principal activity of the company, and is earned entirely within the United Kingdom.

3. Taxation on profit on ordinary activities

	2006 £	2005 £
Current Tax:		
UK corporation tax on profits of the period	539	-
	<hr/>	<hr/>
Tax on profit on ordinary activities	539	-
	<hr/> <hr/>	<hr/> <hr/>

4. Tangible fixed assets

	Land and Buildings £
Cost:	
At 1 APRIL 2005	205,172
	<hr/>
At 31 MARCH 2006	205,172
	<hr/>
Net book value:	
At 31 MARCH 2006	205,172
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At 31 MARCH 2005	205,172
	<hr/> <hr/>

R & R ELECTRICAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 MARCH 2006

5. Debtors

	2006	2005
	£	£
Due within one year:		
Trade debtors	3,913	-
	<u> </u>	<u> </u>

6. Creditors - amounts falling due within one year

	2006	2005
	£	£
Bank loans	11,220	10,827
Amounts owed to undertakings in which the company has a participating interest	49,222	48,172
Taxation and social security	833	-
	<u>61,275</u>	<u>58,999</u>
	<u> </u>	<u> </u>

7. Creditors - amounts falling due after more than one year

	2006	2005
	£	£
Bank loans	143,989	149,775
	<u> </u>	<u> </u>
	<u> </u>	<u> </u>

8. Share capital

	2006	2005
	£	£
Authorised		
Ordinary shares of £1 each	100	100
	<u> </u>	<u> </u>
	£	£
Allotted, called up and fully paid		
Ordinary shares of £1 each	100	100
	<u> </u>	<u> </u>
	<u> </u>	<u> </u>

R & R ELECTRICAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 MARCH 2006

9. Profit and loss account

	2006
	£
Balance at 1 APRIL 2005	(3,512)
Profit retained for the year	7,902
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Balance at 31 MARCH 2006	4,390
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10. Transactions with directors and officers

The company received rent of £21,361 from Lemsford Mill Controls Limited a company in which R G Franklin, Mrs C B Smith and R Smith are directors and shareholders. The company owed £49,222 to R & R Electrical Services Limited, a company in which R G Franklin, Mrs C B Smith and R Smith are directors and shareholders.