

Company Registration No. SC254353 (Scotland)

SHARP STUFF LIMITED
DIRECTOR'S REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2005



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COMPANIES HOUSE 28/06/06

SHARP STUFF LIMITED

COMPANY INFORMATION

Director	Lucy Sharp
Secretary	Gillian Sharp
Company number	SC254353
Registered office	290 Easter Road Edinburgh EH6 8JU
Accountants	Mazars LLP Donaldson House 97 Haymarket Terrace Edinburgh EH12 5HD
Business address	290 Easter Road Edinburgh EH6 8JU

SHARP STUFF LIMITED

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SHARP STUFF LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 AUGUST 2005

The director presents her report and financial statements for the year ended 31 August 2005.

Principal activities

The principal activity of the company continued to be that of card sales and gift product intermediaries.

Director

The following director has held office since 1 September 2004:

Lucy Sharp

Director's interests

The director's interest in the shares of the company was as stated below:

	Ordinary Shares of £ 1 each	
	31 August 2005	1 September 2004
Lucy Sharp	1	1

Director's responsibilities

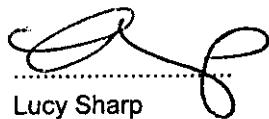
Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the director is required to:

- 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 which 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.

On behalf of the board



Lucy Sharp

Director

26.06.06

SHARP STUFF LIMITED

ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF SHARP STUFF LIMITED

In accordance with the engagement letter dated 18 November 2005, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of Sharp Stuff Limited for the year ended 31 August 2005, set out on pages 3 to 7 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 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 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 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 31 August 2005 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.



Mazars LLP

Chartered Accountants

27 June 2006

Donaldson House
97 Haymarket Terrace
Edinburgh
EH12 5HD

SHARP STUFF LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2005

	Notes	2005 £	2004 £
Turnover		64,599	45,906
Cost of sales		(207)	(2,139)
Gross profit		64,392	43,767
Administrative expenses		(20,240)	(21,058)
Operating profit	2	44,152	22,709
Other interest receivable and similar income	3	155	17
Interest payable and similar charges		(17)	-
Profit on ordinary activities before taxation		44,290	22,726
Tax on profit on ordinary activities	4	(7,127)	(4,792)
Profit on ordinary activities after taxation		37,163	17,934
Dividends		(33,550)	(21,500)
Retained profit/(loss) for the year	9	3,613	(3,566)

SHARP STUFF LIMITED

BALANCE SHEET AS AT 31 AUGUST 2005

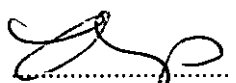
	Notes	2005 £	£	2004 £	£
Fixed assets					
Tangible assets	5		33		44
Current assets					
Debtors	6	6,222		4,878	
Cash at bank and in hand		5,687		301	
		<u>11,909</u>		<u>5,179</u>	
Creditors: amounts falling due within one year	7	<u>(11,894)</u>		<u>(8,788)</u>	
Net current assets/(liabilities)			15		(3,609)
Total assets less current liabilities			<u>48</u>		<u>(3,565)</u>
Capital and reserves					
Called up share capital	8		1		1
Profit and loss account	9		47		(3,566)
Shareholders' funds			<u>48</u>		<u>(3,565)</u>

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 26/6/06



Lucy Sharp
Director

SHARP STUFF LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2005

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 June 2002).

1.2 Turnover

Turnover represents commission receivable net of VAT.

1.3 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:

Fixtures, fittings & equipment Straight line 20%

2	Operating profit	2005 £	2004 £
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Operating profit is stated after charging:

Depreciation of tangible assets

Director's emoluments

11	15
4,608	5,109

3	Investment income	2005 £	2004 £
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Bank interest

155	17
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4	Taxation	2005 £	2004 £
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Domestic current year tax

U.K. corporation tax

Adjustment for prior years

8,346	4,792
(1,219)	-

Current tax charge

7,127	4,792
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SHARP STUFF LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2005

5 Tangible fixed assets

	Plant and machinery etc
	£
Cost	
At 1 September 2004 & at 31 August 2005	59
Depreciation	
At 1 September 2004	15
Charge for the year	11
At 31 August 2005	26
Net book value	
At 31 August 2005	33
At 31 August 2004	44

6 Debtors	2005 £	2004 £
Other debtors	6,222	4,878

7 Creditors: amounts falling due within one year	2005 £	2004 £
Trade creditors	263	-
Taxation and social security	9,692	6,788
Other creditors	1,939	2,000
	11,894	8,788

8 Share capital	2005 £	2004 £
Authorised		
1,000 Ordinary Shares of £1 each	1,000	1,000
Allotted, called up and fully paid		
1 Ordinary Shares of £1 each	1	1

SHARP STUFF LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2005

9 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 September 2004	(3,566)
Retained profit for the year	3,613
Balance at 31 August 2005	<u>47</u>

10 Transactions with directors

The following directors had interest free loans during the year. The movement on these loans are as follows:

	Amount outstanding 2005 £	2004 £	Maximum in year £
Director's current account (debit bal)	<u>4,978</u>	<u>4,878</u>	<u>4,978</u>