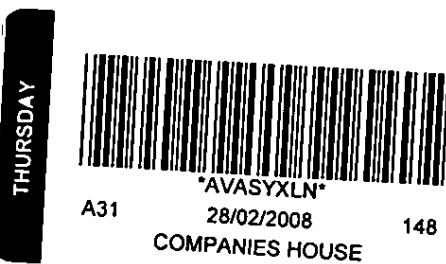


Abbreviated Accounts  
for the year ended  
30 November 2007  
for  
Hadzor-Davies Residential Limited



Contents of the Abbreviated Accounts  
for the year ended 30 November 2007

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Hadzor-Davies Residential Limited

Company Information  
for the year ended 30 November 2007

**DIRECTORS:**

QAS Davies  
Mrs G M Davies

**SECRETARY:**

QAS Davies

**REGISTERED OFFICE:**

Church Court  
Stourbridge Road  
Halesowen  
West Midlands  
B63 3TT

**REGISTERED NUMBER:**

2656984 (England and Wales)

**AUDITORS:**

Nicklin LLP  
Church Court  
Stourbridge Road  
Halesowen  
West Midlands  
B63 3TT

Report of the Independent Auditors to  
Hadzor-Davies Residential Limited  
Under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages three to five, together with the financial statements of Hadzor-Davies Residential Limited for the year ended 30 November 2007 prepared under Section 226 of the Companies Act 1985

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' 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, for our work, for this report, or for the opinions we have formed.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with those provisions and to report our opinion to you.

**Basis of opinion**

We conducted our work in accordance with Bulletin 2006/3 "The Special Auditor's Report on Abbreviated Accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with those provisions.

*Nicklin LLP*

Nicklin LLP  
Church Court  
Stourbridge Road  
Halesowen  
West Midlands  
B63 3TT

Date *26th February 2008*

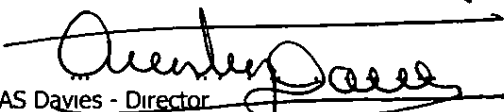
Hadzor-Davies Residential Limited

Abbreviated Balance Sheet  
30 November 2007

		2007		2006 as restated	
	Notes	£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets	2		1,510		3,453
<b>CURRENT ASSETS</b>					
Stocks		1,767,255		-	
Debtors		1,977,838		31,596	
Cash at bank and in hand		6,246		2,585	
		3,751,339		34,181	
<b>CREDITORS</b>					
Amounts falling due within one year	3	3,862,100		191,828	
<b>NET CURRENT LIABILITIES</b>			(110,761)		(157,647)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			(109,251)		(154,194)
<b>CAPITAL AND RESERVES</b>					
Called up share capital	4		20,000		100
Profit and loss account			(129,251)		(154,294)
<b>SHAREHOLDERS' FUNDS</b>			(109,251)		(154,194)

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

The financial statements were approved by the Board of Directors on 25 February 2008 and were signed on its behalf by

  
QAS Davies - Director

## 1 ACCOUNTING POLICIES

### Accounting convention

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)

### Turnover

Turnover comprises the value of work executed during the year

### Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Plant and machinery etc - 15% and 25% on cost

### Stock and work in progress

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

Work in progress comprises all direct costs and an appropriate proportion of overheads. Long term work in progress represents costs incurred net of amounts transferred to cost of sales, after deducting foreseeable losses and payments on account not matched with turnover

### Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

### Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability

### Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account

### Going concern

The financial statements have been prepared on a going concern basis as the directors confirm that the creditors continue to offer financial support

## 2 TANGIBLE FIXED ASSETS

	Total £
<b>COST</b>	
At 1 December 2006	
and 30 November 2007	12,950
<b>DEPRECIATION</b>	
At 1 December 2006	9,497
Charge for year	1,943
At 30 November 2007	11,440
<b>NET BOOK VALUE</b>	
At 30 November 2007	1,510
At 30 November 2006	3,453

### 3 CREDITORS

The following secured debts are included within creditors

	2007	2006 as restated
	£	£
Bank overdrafts	203,263	135,517
Bank loans	2,533,119	-
Other loans	796,183	-
	<u>3,532,565</u>	<u>135,517</u>

### 4 CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid

Number	Class	Nominal value	2007 £	2006 £
20,000 (2006 100)	Ordinary	£1	<u>20,000</u>	<u>100</u>

During the year the authorised share capital was increased by 19,900 Ordinary £1 shares. These shares were allotted, issued and fully paid and rank pari passu with the existing shares.

### 5 TRANSACTIONS WITH DIRECTORS

The directors have given personal guarantees as security for the company's bank loans as follows

Dunbar Bank Plc guarantee limited to £1,183,889 plus charges

At the year end the directors' loan account with the company showed a balance of £14,091 (2006 £26,273) and is shown within creditors. This loan is owed jointly to both directors, being husband and wife.

### 6 CONTROLLING PARTY

The controlling party of the company is Mr Q A S Davies, by virtue that he holds 99% of the share capital