OLB 73027

HOBBS CONSULTING LIMITED
DIRECTOR'S REPORT
FOR THE YEAR ENDED 31ST MARCH 2008

The Director presents his Report and the Financial Statements for the YEAR ended 31 March 2008.

Principal Activity

The principal activity of the Company is that of Investment Property development and letting.
No renting has again been possible this year; the prospects are looking much bleaker even for letting on a long-term tenancy basis.

Director and his interest

The Director who served during the YEAR and his interest in the Company are as stated below:

	Ordinary Shares	
	31 03 08	**31 03 07**
Paul Tracey	1	1

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on 28th January 2009 and signed on its behalf by

Xue Yan Wang
Secretary

ACCOUNTANT'S REPORT ON THE UNAUITED FINANCIAL STATEMENTS TO THE DIRECTOR OF HOBBS CONSULTING LIMITED

As described on the Balance Sheet, you are responsible for the preparation of the Financial Statements for the YEAR ended 31 March 2008 set out on pages 3 to 7 and you consider that the Company is exempt from an audit. In accordance with your instructions I have compiled these unaudited Financial Statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to me.

Ian Afflick
Chartered Accountant
336a Wellington Road North
Heaton Chapel
STOCKPORT
Cheshire
SK4 5DA

Date: 28th January 2009

HOBBS CONSULTING LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2008

	Notes	Year ended 31 03 08 £	Year ended 31 03 08 £	Year ended 31 03 07 £	Year ended 31 03 07 £
Administrative expenses		15,335		10,454	
			(15,335)		(10,454)
Other Operating Income			-		1,333
Operating Loss	2		(15,335)		(9,121)
Interest payable and similar charges	3	13,672		11,400	
			(13,672)		(11,400)
Loss on Ordinary Activities after Taxation, Carried Forward			(29,007)		(20,521)
Accumulated Loss brought forward			(60,777)		(40,256)
ACCUMULATED LOSS carried forward			£ (89,784)		£ (60,777)

There are no recognised gains or losses other than the profitand loss for the above financial periods.

The notes on pages 5 to 7 form an integral part of these financial statements.

HOBBS CONSULTING LIMITED

BALANCE SHEET
AS AT 31ST MARCH 2008

	Notes		31 03 08 £		31 03 07 £
Fixed Assets					
Tangible Assets	5		216,984		223,563
Current Assets					
Debtors	6	302		278	
		302		278	
Creditors: amounts falling due within one year	7	(307,068)		(284,616)	
Net Current Liabilities			(306,766)		(284,338)
DEFICIENCY OF ASSETS			£ (89,782)		£ (60,775)
Capital and Reserves					
Called up Share Capital	8		2		2
Profit and Loss account			(89,784)		(60,777)
	9		£ (89,782)		£ (60,775)

DIRECTOR'S STATEMENTS REQUIRED BY SECTION 249B(4)

In approving these Financial Statements as Director of the Company I hereby confirm:

(a) that for the YEAR stated above the company was entitled to the exemption conferred by SECTION 249A(1) of the Companies Act 1985 ;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the YEAR ended 31 March 2008 and

(c) that I acknowledge my responsibilities for:

(1) ensuring that the Company keeps accounting records which comply with Section 221, and

(2) 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 YEAR then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to Financial Statements, so far as applicable to the Company.

These Financial Statements are 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 on 28th January 2009 and signed on its behalf by

Paul Tracey **Director**

The notes on pages 5 to 7 form an integral part of these financial statements

1. Accounting Policies

1.1. Accounting Convention

The Financial Statements are prepared under the historical cost convention .

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cash flow statement because it is a small company.

1.2. Tangible Fixed Assets & Depreciation

Appropriate transfers are made to capitalise overheads in periods when Fixed Assets are being acquired.

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and Buildings	-	Straight line over Fifty years starting from the first accounting year after completion date
Fixtures, Fittings and Equipment	-	25% reducing balance

1.3. Deferred Taxation

Provision is made for Deferred Taxation using the liability method to take account of Timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the DIRECTOR consider that a liability to taxation is unlikely to materialise.

1.4. Foreign Currencies

Monetary Assets and Liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Profit & Loss account.

2. Operating Loss

	Year ended 31 03 08 £	Year ended 31 03 07 £
The Operating Loss is stated after charging:		
Depreciation and other amounts written off Tangible Assets	7,038	7,327
Loss on disposal of Tangible Fixed Assets	528	-
Loss on Foreign Currencies	4,464	
and after crediting:		
Profit on Foreign Currencies		1,333

3. Interest Payable and similar charges	Year ended 31 03 08 £	Year ended 31 03 07 £
Included in this category is the following:		
Interest payable on Loans < 1 yr	13,672	11,400

4. Intangible Fixed Assets	Formation Costs £	Total £
Cost		
At 1 April 2007	80	80
Provision for diminution in value		
At 1 April 2007	80	80
At 1 April 2007	80	80
Net Book Values		
At 31 March 2008	-	-

5. Tangible Fixed Assets	Fixtures, Fittings and £	Total £
Cost		
At 1 April 2007	15,184	239,166
Additions	986	986
Disposals	(528)	(528)
At 31 March 2008	15,642	239,624
Depreciation		
At 1 April 2007	6,643	15,602
Charge for the YEAR	2,382	7,038
At 31 March 2008	9,025	22,640
Net Book Values		
At 31 March 2008	6,617	216,984
At 31 March 2007	8,541	223,564

The revaluation was purely to incorporate foreign currency fluctuations.

6. Debtors	31 03 08 £	31 03 07 £
Prepayments and accrued income	302	278

7.	**Creditors: amounts falling due within one year**	**31 03 08** £	**31 03 07** £
	Bank Overdraft	8,927	-
	Director's account	265,268	260,116
	Accruals	32,873	24,500
		307,068	284,616

8.	**Share Capital**	**31 03 08** £	**31 03 07** £
	Authorised		
	100 Ordinary Shares of £1 each	100	100
	Allotted, called up and fully paid		
	2 Ordinary Shares of £1 each	2	2

9.	**Reconciliation of movements in Shareholders' Funds**	**31 03 08** £	**31 03 07** £
	Loss for the YEAR	(29,007)	(20,521)
	Opening Shareholders' Funds	(60,775)	(40,254)
	Closing Shareholders' Funds	(89,782)	(60,775)

10. Transactions with Director

Interest was accrued at 5% on the Loan advanced by the Director. It is not considered that this is a benefit.

11. Going Concern

The Company is only a going concern with the continued financial support by the Director and on the assumption that the value of the property is higher than cost.