

Registered number: SC178704

ALCHEMY LABORATORIES LIMITED

**ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2004**



ALCHEMY LABORATORIES LIMITED

The following reproduces the text of the accountants' report in respect of the company's annual financial statements, from which the abbreviated accounts (set out on pages 2 to 5) have been prepared.

**ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF ALCHEMY LABORATORIES LIMITED**

You consider that the company is exempt from an audit for the year ended 31 December 2004. You have acknowledged, on the balance sheet, your responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing the financial statements which give a true and fair view of the state of affairs of the company and of its profit or loss for the financial year.

In accordance with your instructions, we have prepared the financial statements on pages 3 to 11 from the accounting records of the company and on the basis of information and explanations you have given to us.

We have not carried out an audit or any other review, and consequently we do not express any opinion on these financial statements.

**EQ Chartered Accountants**

41 North Lindsay Street
Dundee
DD1 1PW

6 September 2005

ALCHEMY LABORATORIES LIMITED

ABBREVIATED BALANCE SHEET
As at 31 December 2004

	Note	2004		2003	
		£	£	£	£
FIXED ASSETS					
Tangible fixed assets	2		77,563		61,289
Investments	3		688,419		103,367
			<u>765,982</u>		<u>164,656</u>
CURRENT ASSETS					
Stocks		115,926		43,394	
Debtors		184,642		191,448	
Cash at bank and in hand		372,952		1,064,725	
		<u>673,520</u>		<u>1,299,567</u>	
CREDITORS: amounts falling due within one year		<u>(191,724)</u>		<u>(473,619)</u>	
NET CURRENT ASSETS			<u>481,796</u>		<u>825,948</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,247,778</u>		<u>990,604</u>
PROVISIONS FOR LIABILITIES AND CHARGES					
Deferred taxation			(6,336)		(9,900)
NET ASSETS			<u><u>£ 1,241,442</u></u>		<u><u>£ 980,704</u></u>
CAPITAL AND RESERVES					
Called up share capital	5		100		100
Share premium account			1,816		1,816
Revaluation reserve			33,407		-
Profit and loss account			1,206,119		978,788
SHAREHOLDERS' FUNDS			<u><u>£ 1,241,442</u></u>		<u><u>£ 980,704</u></u>

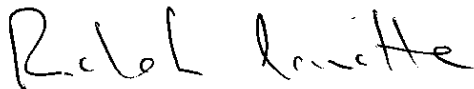
ALCHEMY LABORATORIES LIMITED

ABBREVIATED BALANCE SHEET

As at 31 December 2004

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2) of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 December 2004 and of its profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the financial statements so far as applicable to the company.

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the board on 5/1/05 and signed on its behalf.



Mr R. L. Lamotte
Director

The notes on pages 4 to 5 form part of these financial statements.

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 December 2004

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention as modified by the revaluation of Investments and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.3 Turnover

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

1.4 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 of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	-	2% straight line
Fixtures & Fittings	-	25% reducing balance

1.5 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.6 Deferred taxation

Provision is made in full for all taxation deferred in respect of timing differences that have originated but not reversed by the balance sheet date, except for timing differences arising on revaluations of fixed assets which are not intended to be sold and gains on disposal of fixed assets which will be rolled over into replacement assets. No provision is made for taxation on permanent differences.

Deferred tax assets are recognised to the extent that it is more likely than not that they will be recovered.

1.7 Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

1.8 Pensions

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.

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 December 2004

2. TANGIBLE FIXED ASSETS

	£
Cost or valuation	
At 1 January 2004	105,649
Additions	31,870
	<u>137,519</u>
At 31 December 2004	<u>137,519</u>
Depreciation	
At 1 January 2004	44,360
Charge for the year	15,596
	<u>59,956</u>
At 31 December 2004	<u>59,956</u>
Net book value	
At 31 December 2004	£ 77,563
	<u>£ 77,563</u>
At 31 December 2003	£ 61,289
	<u>£ 61,289</u>

3. FIXED ASSET INVESTMENTS

	£
Cost	
At 1 January 2004	103,367
Additions	878,026
Disposals	(326,381)
Revaluations	33,407
	<u>688,419</u>
At 31 December 2004	£ 688,419
	<u>£ 688,419</u>

Listed investments

The market value of the listed investments at 31 December 2004 was £688,419 (2003 - £103,367) .

4. RELATED PARTY TRANSACTIONS

The company was under the control of Mr & Mrs R Lamotte throughout the current and previous year.

The balance of loan outstanding at 31 December 2004 was £66,574.

Interest is payable on the loan at 5.5% per annum and the loan is repayable within 10 years.

£1,640 was received during the year against loan to Christopher Lamotte.

5. SHARE CAPITAL

	2004 £	2003 £
Authorised		
1,000 Ordinary shares shares of £1 each	£ 1,000	£ 1,000
	<u>£ 1,000</u>	<u>£ 1,000</u>
Allotted, called up and fully paid		
100 Ordinary shares shares of £1 each	£ 100	£ 100
	<u>£ 100</u>	<u>£ 100</u>