ROLLING HILLS LIMITED
(Company Number: 145212)

DIRECTORS’ REPORT AND FINANCIAL STATEMENTS

31 DECEMBER 2009

Anderson Anderson & Brown LLP
Chartered Accountants
ROLLING HILLS LIMITED
DIRECTORS’ REPORT

Directors: A G Rennie
B Rennie
S Rennie

Secretary: A G Rennie

Registered office: 14 Henderson Circle, Peterhead

The directors submit their report and the financial statements of the company for the year ended 31 December 2009.

RESULTS AND DIVIDENDS

During the financial year, the company has not traded. Dividends of £14,063 (2008 - £23,225) were received and dividends of £14,063 (2008 - £23,225) were paid during the year.

PRINCIPAL ACTIVITY AND REVIEW OF BUSINESS DEVELOPMENTS

The principal activity of the company was that of a holding company.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

Signed on behalf of the board of directors

[Signature]

Director - A G Rennie

Date 15/1/10
ROLLING HILLS LIMITED
STATEMENT OF DIRECTORS’ RESPONSIBILITIES

The directors are responsible for preparing the Directors’ Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law.) Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of the affairs of the company and of the profit of the company for that period. In preparing these financial statements, the directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and accounting 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 directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company’s transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.
ROLLING HILLS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2009

<table>
<thead>
<tr>
<th></th>
<th>2009</th>
<th>2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Investment income</td>
<td>£ 14,063</td>
<td>£ 23,225</td>
</tr>
</tbody>
</table>

The company has made no gains or losses other than as reported above.

Movements on reserves are set out in Note 5.
ROLLING HILLS LIMITED
COMPANY NUMBER: 145212
BALANCE SHEET - 31 DECEMBER 2009

<table>
<thead>
<tr>
<th>Note</th>
<th>2009</th>
<th>2008</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>FIXED ASSETS</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2</td>
<td>201,500</td>
<td>201,500</td>
</tr>
<tr>
<td>CURRENT ASSETS</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Debtors</td>
<td>3</td>
<td>9,000</td>
</tr>
<tr>
<td>TOTAL ASSETS</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>£ 210,500</td>
<td>£ 210,500</td>
</tr>
<tr>
<td>CAPITAL AND RESERVES</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Called up share capital</td>
<td>4</td>
<td>100,000</td>
</tr>
<tr>
<td>Capital redemption reserve</td>
<td>5</td>
<td>50,000</td>
</tr>
<tr>
<td>Profit and loss account</td>
<td>5</td>
<td>60,500</td>
</tr>
<tr>
<td>SHAREHOLDERS' FUNDS</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>£ 210,500</td>
<td>£ 210,500</td>
</tr>
</tbody>
</table>

For the year ended 31 December 2009 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;

- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Signed on behalf of the board of directors

Director - A G Rennie

Date: 15/12/10

Director - B Rennie

Date: 15/12/10
ROLLING HILLS LIMITED
NOTES ON THE FINANCIAL STATEMENTS - 31 DECEMBER 2009

1. ACCOUNTING POLICIES

(a) Basis of financial statements preparation

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards.

The financial statements present information about the company as an individual undertaking and not about the group, as the company has taken advantage of the exemption conferred by Section 248 of the Companies Act 2006, as amended, not to prepare group financial statements on the basis that the group is a small sized group.

(b) Investments

Fixed asset investments are stated at cost less provision for any permanent diminution in value.

2. FIXED ASSET INVESTMENT

Investment in subsidiary undertaking at cost

At 31 December 2008 and 2009 £ 201,500

S R & G M LIMITED

The company holds 100% of the ordinary share capital of S R & G M Limited, a company incorporated in England having as its principal activity of plant and van hire.

The most recent accounts of S R & G M Limited are as at 31 December 2009. These disclose the following:

Aggregate capital and reserves £ 711,526
Profit for year after taxation £ 41,391

3. DEBTORS

2009 2008
Amounts due from subsidiary undertaking £ 9,000 £ 9,000

4. CALLED UP SHARE CAPITAL

2009 2008

Allotted, called up and fully paid:
Ordinary shares of £1 each £ 100,000 £ 100,000
5. RECONCILIATION OF SHAREHOLDERS’ FUNDS
AND MOVEMENTS ON RESERVES

<table>
<thead>
<tr>
<th></th>
<th>Share capital £</th>
<th>Capital redemption reserve £</th>
<th>Profit &amp; loss account £</th>
<th>Total £</th>
</tr>
</thead>
<tbody>
<tr>
<td>At 31 December 2007</td>
<td>100,000</td>
<td>50,000</td>
<td>60,500</td>
<td>201,500</td>
</tr>
<tr>
<td>Dividends received</td>
<td>-</td>
<td>-</td>
<td>23,225</td>
<td>23,225</td>
</tr>
<tr>
<td>Dividends paid</td>
<td>-</td>
<td>-</td>
<td>(23,225)</td>
<td>(23,225)</td>
</tr>
<tr>
<td>At 31 December 2008</td>
<td>100,000</td>
<td>50,000</td>
<td>60,500</td>
<td>210,500</td>
</tr>
<tr>
<td>Dividends received</td>
<td>-</td>
<td>-</td>
<td>14,063</td>
<td>14,063</td>
</tr>
<tr>
<td>Dividends paid</td>
<td>-</td>
<td>-</td>
<td>(14,063)</td>
<td>(14,063)</td>
</tr>
<tr>
<td>At 31 December 2009</td>
<td>£ 100,000</td>
<td>£ 50,000</td>
<td>£ 60,500</td>
<td>£ 210,500</td>
</tr>
</tbody>
</table>

Dividends of 14.06p per share were paid during the year (2008 - 23.23p).

6. CONTINGENT LIABILITIES

A bond and floating charge over the whole of the assets of the company is held as security against bank borrowings by the company’s subsidiary undertaking S R & G M Limited. At 31 December 2009 bank borrowings including advances under an invoice factoring facility totalled £137,819.
7. RELATED PARTY TRANSACTIONS

Control
During the year the company was controlled by the directors.

Dividends paid to directors
During the current and previous year, the following dividends were paid to the directors:

<table>
<thead>
<tr>
<th>Director</th>
<th>Class of share</th>
<th>2009 £</th>
<th>2008 £</th>
</tr>
</thead>
<tbody>
<tr>
<td>A G Rennie</td>
<td>Ordinary</td>
<td>5,625</td>
<td>9,290</td>
</tr>
<tr>
<td>B Rennie</td>
<td>Ordinary</td>
<td>2,813</td>
<td>4,645</td>
</tr>
<tr>
<td>S Rennie</td>
<td>Ordinary</td>
<td>5,625</td>
<td>9,290</td>
</tr>
</tbody>
</table>