

Cookson Plant Hire Limited
Unaudited financial statements
For the year ended 30 September 2006

Grant Thornton 



Company No. 3868291

Company information

Company registration number	3868291
Registered office	Waverley House Edgerton Road Huddersfield HD3 3AR
Directors	J R Cookson M H R I Wilson
Secretary	M H R I Wilson
Bankers	Yorkshire Bank plc 4 Victoria Place Manor Road Leeds West Yorkshire LS11 5AE

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Report of the directors

The directors present their report together with the financial statements for the year ended 30 September 2006.

Principal activities and business review

The company is principally engaged in the provision of plant hire services within the construction industry.

Results and dividends

There was a profit for the year after taxation amounting to £56,965 (2005: £32,541).

The directors have paid and proposed dividends amounting to £50,000 (2005: £74,250).

Directors

The membership of the Board throughout the year is set out below.

The interests of the directors in the shares of the company as at 1 October 2005 and 30 September 2006, or date of appointment were as follows :

		Ordinary Shares	
		30 September 2006	1 January 2005
J R Cookson		99	99
M H R I Wilson	(Appointed 2 May 2006)	-	-

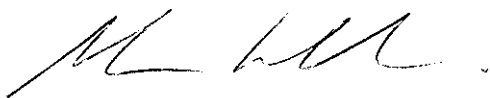
Directors' responsibilities for the financial statements

Company law in the United Kingdom requires the directors 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 directors are 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 directors are responsible for maintaining proper accounting records, for safeguarding the assets of the company and for taking reasonable steps for the presentation and detection of fraud and other irregularities.

BY ORDER OF THE BOARD



M H R I Wilson
Secretary

21 Nov 2007

Chartered accountants' report to the board of directors on the unaudited financial statements of Cookson Plant Hire Limited

In accordance with the engagement letter dated 12 April 2005 and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company for the period ended 30 September 2006 which comprise the Profit and Loss Account, the Balance Sheet and the related notes 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 our 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 that 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 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 period.

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.

Grant Thornton UK LLP

GRANT THORNTON UK LLP
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS
LEEDS

21 March 2007

Principal accounting policies

Basis of preparation

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

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

Turnover

Turnover is the total amount receivable by the company for the hire of goods and services, excluding VAT and trade discounts.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost, net of depreciation. Depreciation is calculated to write down the cost less estimated residual value of all tangible fixed assets, other than freehold land, by equal annual instalments over their expected useful lives.

The rates generally applicable are:

Plant and machinery	25% straight line
Motor vehicles	25% straight line

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more tax, or a right to pay less tax in the future.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Leasing and hire purchase commitments

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, and hire purchase contracts, are capitalised in the balance sheet and are depreciated over their useful lives. The capital elements of future obligations under the leases and hire purchase contracts are included as liabilities in the balance sheet.

The interest elements of the rental obligations are charged in the profit and loss account over the periods of the leases and hire purchase contracts and represent a constant proportion of the balance of capital repayments outstanding.

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

Principal accounting policies

Pension costs

The company operates a defined contribution 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.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cashflow statement in the financial statements on the grounds that the company is small.

Profit and loss account

	Year ended 30 Sept 2006	9 months ended 31 Sep 2005
	Note	
	£	£
Turnover	679,554	370,340
Cost of sales	(325,436)	(121,545)
Gross profit	354,118	248,795
Administrative expenses	(274,525)	(170,983)
Operating profit	79,593	77,812
Interest and similar charges	2 (21,742)	(13,337)
Profit on ordinary activities before taxation	1 57,851	64,475
Tax on profit on ordinary activities	4 (886)	(31,934)
Profit for the financial year	56,965	32,541

All of the activities of the company are classed as continuing.

The company has no recognised gains or losses other than the results for the period as set out above.

Balance sheet

	Note	2006 £	2005 £
Fixed assets			
Tangible assets	6	<u>381,972</u>	<u>528,898</u>
Current assets			
Debtors	7	<u>327,546</u>	409,182
Cash at bank and in hand		<u>400</u>	400
		327,946	409,582
Creditors: amounts falling due within one year	8	<u>(341,822)</u>	<u>(538,980)</u>
Net current liabilities		<u>(13,876)</u>	<u>(129,398)</u>
Total assets less current liabilities		368,096	399,500
Creditors: amounts falling due after more than one year	9	<u>(90,064)</u>	<u>(120,364)</u>
Provisions for liabilities and charges	11	<u>(18,432)</u>	<u>(26,501)</u>
		<u>259,600</u>	<u>252,635</u>
Capital and reserves			
Called-up equity share capital	13	99	99
Capital redemption reserve	14	1	1
Profit and loss account	14	<u>259,500</u>	<u>252,535</u>
Shareholders' funds	15	<u>259,600</u>	<u>252,635</u>

For the year ended 30 September 2006, the company was exempt from audit of its financial statements under section 249A(1) of the Companies Act 1985. No notice has been deposited by members under section 249B(2) of the Companies Act 1985 calling for an audit in relation to these financial statements.

The directors acknowledge their responsibility for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and 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 for the financial year in accordance with the requirements of section 226, and which otherwise comply with the Companies Act relating to accounts, so far as applicable to the company.

The financial statements were approved by the Board of Directors on 21 Nov 2006.



J R Cookson
 Director

The accompanying accounting policies and notes form part of these financial statements.

Notes to the unaudited financial statements

1 Turnover and profit on ordinary activities before taxation

The turnover and profit before taxation are attributable to the one principal activity of the company.

The profit on ordinary activities is stated after:

	2006	2005
	£	£
Depreciation:		
Tangible fixed assets owned	65,369	39,831
Tangible fixed assets held under finance leases and hire purchase agreements	84,681	52,421
Profit on disposal of fixed assets	<u>11,002</u>	<u>7,433</u>

2 Interest and similar charges

	2006	2005
	£	£
On bank loans and overdrafts	8,349	2,887
Finance charges in respect of finance leases	<u>13,393</u>	<u>10,450</u>
	<u>21,742</u>	<u>13,337</u>

3 Directors and employees

The average number of employees during the period was 3 (2005:3).

The aggregate payroll costs were as follows:

	2006	2005
	£	£
Wages and salaries	72,106	52,451
Social security costs	<u>7,261</u>	<u>5,437</u>
	<u>79,367</u>	<u>57,888</u>

The directors received no emoluments in the year (2005: Nil).

4 Tax on profit on ordinary activities

(a) Analysis of charges in the period:

	2006	2005
	£	£
Current tax:		
UK Corporation tax at 30% (2005 - 30%)	8,955	10,643
Deferred tax		
Origination and reversal of timing difference	(8,069)	21,291
	<u>886</u>	<u>31,934</u>

(b) Factors affecting current tax charge

	2006	2005
	£	£
Profit on ordinary activities before tax	57,851	64,475
Profit on ordinary activities multiplied by small companies rate of corporation tax in the UK of 19% (2005: 30%)	10,992	19,342
Effect of:		
Depreciation for the year in excess of capital allowances	8,069	(1,779)
Unutilised trading losses carried forward	-	(767)
Effects of non taxable income	(10,106)	-
Adjustments in respect of lower rate of corporation tax applying	-	(6,153)
Total current tax (note 4(a))	<u>8,955</u>	<u>10,643</u>

5 Dividends

	2006	2005
	£	£
Interim dividends paid of £nil (2005 :£185.62) per share	-	18,562
Final dividend paid of £500.00 (2005: £556.88) per share	50,000	55,688
	<u>50,000</u>	<u>74,250</u>

6 Tangible fixed assets

	Plant and machinery	Motor vehicles	Total
	£	£	£
Cost			
At 1 October 2005	741,391	28,300	769,691
Additions	6,872	-	6,872
Disposals	-	(28,300)	(28,300)
At 30 September 2006	<u>748,263</u>	<u>-</u>	<u>748,263</u>
Depreciation			
At 1 October 2005	218,793	22,000	240,793
Charge in the period	147,498	2,552	150,050
Disposals	-	(24,552)	(24,552)
At 30 September 2006	<u>366,291</u>	<u>-</u>	<u>366,291</u>
Net book amount at 30 September 2006	<u>381,972</u>	<u>-</u>	<u>381,972</u>
Net book amount at 30 September 2005	<u>522,598</u>	<u>6,300</u>	<u>528,898</u>

Included with the net book value of £381,972 is £255,975 (2005: £528,898) relating to assets held under finance leases and hire purchase agreements. The depreciation charged to the financial statements in the period in respect of such assets amounted to £84,681 (2005: £52,421).

7 Debtors

	2006	2005
	£	£
Amounts due from related parties	295,993	400,069
Other debtors	31,553	9,113
	<u>327,546</u>	<u>409,182</u>

8 Creditors: amounts falling due within one year

	2006	2005
	£	£
Bank overdraft	165,258	187,023
Trade creditors	80,833	38,057
Corporation tax	8,955	10,643
Amounts due from related parties	35,000	-
Social security and other taxes	16,524	-
Amounts due under finance leases	30,300	110,480
Accruals and deferred income	4,952	137,089
Dividends payable	-	55,688
	<u>341,822</u>	<u>538,980</u>

The bank overdraft is secured by a cross debenture and cross guarantee between the company, its parent undertaking, J R Cookson (Contracting) Limited and another related undertaking, Lanson Developments Limited, creating a fixed and floating charge over the assets of all three companies.

9 Creditors: amounts falling due after more than one year

	2006	2005
	£	£
Amounts due under finance leases	<u>90,064</u>	<u>120,364</u>

10 Borrowings

Borrowings are repayable as follows:

	2006	2005
	£	£
Within one year:		
Bank overdraft	165,258	187,023
Finance leases	30,300	110,480
After one and within two years:		
Finance leases	90,064	98,352
After two and within five years:		
Finance leases	-	22,012
	<u>285,622</u>	<u>417,867</u>

11 Provisions for liabilities and charges

The movement in the deferred taxation provision during the year was:

	Total £
Provision brought forward	26,501
Profit and loss account movement in the year	(8,069)
Provision carried forward	<u>18,432</u>

12 Deferred taxation

Deferred taxation provided for in the financial statements is set out below:

	2006 £	2005 £
Accelerated capital allowances	<u>18,432</u>	<u>26,501</u>

13 Share capital

	2006 £	2005 £
Authorised 1,000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid: 99 ordinary shares of £1 each	<u>99</u>	<u>99</u>

On 5 April 2005 the company acquired one ordinary share of £1 for a consideration of £6,400. The share has been credited to the capital redemption reserve.

14 Reserves

	Capital redemption reserve £	Profit and loss account £
Balance brought forward	1	252,535
Retained profit for the financial year	-	56,965
Dividend	-	(50,000)
Redemption of shares	-	-
Balance carried forward	<u>1</u>	<u>259,500</u>

15 Reconciliation of movements in shareholders' funds

	2006	2005
	£	£
Retained profit for the financial year	56,965	32,541
Dividend	(50,000)	(74,250)
Redemption of shares	-	(6,400)
Net increase/ (decrease) in shareholders' funds	<u>6,965</u>	<u>(48,109)</u>
Shareholders' funds at 1 October 2005	<u>252,635</u>	<u>300,744</u>
Shareholders' funds at 30 September 2006	<u><u>259,600</u></u>	<u><u>252,635</u></u>

16 Capital commitments

The company had no capital commitments at 30 September 2006 or 30 September 2005.

17 Contingent liabilities

There were no contingent liabilities at 30 September 2006 or 30 September 2005.

18 Related party transactions

Mr J R Cookson is a director and has an interest in the share capital of J R Cookson (Contracting) Limited. All of the company's sales are made to J R Cookson (Contracting) Limited.

19 Controlling related party

Mr J R Cookson is the company's controlling related party by virtue of his shareholding.