

Registered number: 8415

THE MANOR PARK CEMETERY COMPANY LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006



THE MANOR PARK CEMETERY COMPANY LIMITED

COMPANY INFORMATION

DIRECTORS

A S Rutteman
B T Cook
A R Jeffryes
G R Stewart

SECRETARY

B T Cook

COMPANY NUMBER

8415

REGISTERED OFFICE

Sebert Road
Forest Gate
London
E7 0NP

AUDITORS

Goodman Jones LLP
Chartered Accountants & Registered Auditors
29/30 Fitzroy Square
London
W1T 6LQ

SOLICITORS

Ashton Graham
Waterfront House
Wherry Quay
Ipswich
IP4 1AS

THE MANOR PARK CEMETERY COMPANY LIMITED

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THE MANOR PARK CEMETERY COMPANY LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2006

CHAIRMAN'S REPORT

Results

Turnover rose to £1,081,081 (£886,132 in 2005) whilst expenditure on estate and administration was £884,902 (£776,931 in 2005)

Profit after taxation was £178,327 (£107,959 in the previous year) Earnings per ordinary share were 23 2p compared with 14 05p in 2005

Final Dividend

The Directors recommend that a dividend of 11 5p per ordinary share (11 5p in 2005) be paid following the AGM on June 20 2007 and in addition a further special dividend of 6 5p per ordinary share be paid to shareholders on the register at the close of business on May 30 2007

If approved, the dividends will be paid immediately following the conclusion of the Annual General Meeting This will leave an amount of £39,987 to be transferred to reserves (£19,922 to in 2005)
The ex-dividend date is 30 May 2007

Trading Year

I am pleased to report that 2006 proved to be a record trading year for the Company
Turnover for the first time exceeded the £1,000,000 mark and was 22% higher than the previous year The profit figure of £178,327 represented an increase of 65% on 2005
The special dividend mentioned above reflects what the Board considered to be an exceptional year, resulting as it did from an unexpected upturn in the sale of graves and vaults

The Company's core business of burial and cremation has remained buoyant although cremation figures dipped which is in fact a contradiction of the national trend Our statistics show that the ratio is now 56 44 against the national average of 70 30

Expenditure has increased by 14% on the previous year, but this was not accidental The Board pays careful attention each month to its financial position and this year took the view that with profits strong, further expenditure than that budgeted could prudently be embarked upon As a result, the company has been able to use some of the income to further enhance its facilities

The columbarium was showing its age and looked dated This has now been modernised, with bench seating cleverly incorporated around a raised garden Drought resistant plants have been selected for this area, together with climbers over a trellis which hopefully will transform the area into one which is not only peaceful and secluded but which will also thrive in these days of changing weather patterns

A new brochure was produced almost entirely in house by staff and directors The photographing of the estate was not always easy, there being gloomy weather just prior to the day arranged for the photo shoot of the grounds and then unexpectedly warm weather on the actual day However by dint of persistence, imagination and a few digital adaptations, the brochure has now been printed and is in itself a splendid advertisement for the Company

Our stationery too has been slightly altered, with modern 21st lettering and colours, yet still maintaining our trademark chapel logo

As with all companies, the computer systems are constantly being upgraded and replaced, and those at Manor Park are no exception In addition, new work stations and seating for the accounts office were purchased There was also the opportunity to add to the CCTV cameras in areas which could be considered vulnerable

Other expenditure has been the replacement of the lodge roof with Welsh slates, which is in keeping with the

THE MANOR PARK CEMETERY COMPANY LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2006**

original 1870's style, renovation and painting of the main gates which now look imposing with gold finials and shining black railings plus some new garden statuary to enhance Centre Drive

Marketing our services is a delicate subject but the cemetery manager continues to promote the good name of the company by virtue of her rapport with the local funeral directors and the press. A remembrance service in the children's area was held in the summer and was much appreciated by the many relatives and friends who attended this function.

We endeavour to make a positive contribution to the quality of life of those around us, both in the present and for the future. The value of the open space and the benefit that is derived from the estate to the urban environment is well recognized. With so many of the trees planted over one hundred years ago, a survey of the condition of the trees within the estate has been carried out with a view to implementing a long term replanting scheme.

The success of the company relies to a great extent to those who staff it and so I would like to conclude by thanking most warmly my fellow directors, the cemetery manager and her management team and the staff for their commitment and hard work, sometimes under pressure, which has resulted in such a splendid year.

Angela Rutteman
Chairman

THE MANOR PARK CEMETERY COMPANY LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2006

The directors present their report and the financial statements for the year ended 31 December 2006

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the annual 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). The financial statements are required by law to 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments 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 keeping proper accounting records that 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 1985. 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.

So far as each of the directors is aware at the time the report is approved

- there is no relevant audit information of which the company's auditors are unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

PRINCIPAL ACTIVITIES AND REVIEW OF BUSINESS

The principal activity of the Company is the operation of a cemetery and crematorium with all the appropriate facilities and services for the disposal and commemoration of the dead.

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £178,326 (2005 - £107,959)

A dividend of 11 5p per share (total £88,384) was paid during the year.

The directors recommend a dividend of 11 5p per share together with a further special dividend of 6 5p per share, based on the results of these accounts, the total dividend of £138,340 being payable on 21 June 2007.

KEY PERFORMANCE INDICATORS

Our key performance indicators are

- Total funeral numbers which decreased from 1,032 to 995
- Turnover which increased from £886,132 to £1,081,080
- Profit before tax which increased from £134,748 to £223,146

THE MANOR PARK CEMETERY COMPANY LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2006**

DIRECTORS

The directors who served during the year and their interests in the company's issued share capital were

	Ordinary shares of 25p each	
	31/12/06	1/1/06
A S Rutteman	89,131	89,131
B T Cook	9,874	9,874
A R Jeffryes	86,847	86,847
G R Stewart	5,796	5,796

POLITICAL AND CHARITABLE CONTRIBUTIONS

During the year the Company made total charitable donations of £675

AUDITORS

The auditors, Goodman Jones LLP, will be proposed for reappointment in accordance with section 385 of the Companies Act 1985

This report was approved by the board on 25 May 2007 and signed on its behalf


B T Cook
Secretary

THE MANOR PARK CEMETERY COMPANY LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF THE MANOR PARK CEMETERY COMPANY LIMITED

We have audited the financial statements of The Manor Park Cemetery Company Limited for the year ended 31 December 2006 set out on pages 7 to 16. These financial statements have been prepared in accordance with the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements. The information given in the Directors' Report includes that specific information presented in the Operating and Financial Review that is cross referred from the Business Review section of the Directors' Report.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read other information contained in the Annual Report and consider whether it is consistent with the audited financial statements. This other information comprises only the Directors' Report, the Chairman's statement and the Operating and Financial Review. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

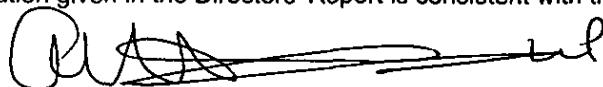
THE MANOR PARK CEMETERY COMPANY LIMITED

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF THE MANOR PARK CEMETERY
COMPANY LIMITED**

OPINION

In our opinion

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2006 and of its profit for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' Report is consistent with the financial statements



GOODMAN JONES LLP

Chartered Accountants
Registered Auditors

29/30 Fitzroy Square
London
W1T 6LQ

Date 25th May 2007

THE MANOR PARK CEMETERY COMPANY LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2006**

	Note	2006 £	2005 £
TURNOVER	1,2	1,081,080	886,132
Administrative expenses		(884,902)	(776,931)
OPERATING PROFIT	3	196,178	109,201
Interest receivable		26,968	25,547
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		223,146	134,748
Tax on profit on ordinary activities	6	(44,820)	(26,789)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION	14	178,326	107,959

All amounts relate to continuing operations

There were no recognised gains and losses for 2006 or 2005 other than those included in the profit and loss account

The notes on pages 9 to 16 form part of these financial statements

THE MANOR PARK CEMETERY COMPANY LIMITED

**BALANCE SHEET
AS AT 31 DECEMBER 2006**

	Note	£	2006 £	£	2005 £
FIXED ASSETS					
Tangible fixed assets	7		838,052		855,424
Fixed asset investments	8		354,000		354,000
			<u>1,192,052</u>		<u>1,209,424</u>
CURRENT ASSETS					
Debtors	9	81,398		68,820	
Investments	10	326,399		307,172	
Cash at bank		234,253		88,382	
		<u>642,050</u>		<u>464,374</u>	
CREDITORS , amounts falling due within one year	11	(221,082)		(150,492)	
NET CURRENT ASSETS			<u>420,968</u>		<u>313,882</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,613,020</u>		<u>1,523,306</u>
PROVISIONS FOR LIABILITIES					
Deferred tax	12		(39,174)		(39,402)
NET ASSETS			<u>1,573,846</u>		<u>1,483,904</u>
CAPITAL AND RESERVES					
Called up share capital	13		192,139		192,139
Revaluation reserve	14		134,293		140,775
Profit and loss account	14		1,247,414		1,150,990
SHAREHOLDERS' FUNDS	15		<u>1,573,846</u>		<u>1,483,904</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

25 MAY 2007
Angela Rutteman

A S Rutteman
Director

A. Jeffryes
A R Jeffryes
Director

The notes on pages 9 to 16 form part of these financial statements

THE MANOR PARK CEMETERY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2006

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of freehold land buildings and roadways and in accordance with applicable accounting standards

1.2 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Freehold land and buildings	-	1 5%	straight line
Plant and machinery	-	15%	straight line
Fixtures, fittings and equipment	-	20%	straight line
Boundary fencing	-	7 5%	straight line

1 4 Revaluation of tangible fixed assets

As permitted by the transitional provisions of FRS 15 Tangible Fixed Assets the company has elected not to adopt a policy of revaluation of tangible fixed assets. The company will retain the book value of land and buildings, previously revalued at December 1988 and will not update that valuation

1 5 Investments

Investments held as fixed assets are shown at cost less provisions for their impairment

1.6 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets in the financial statements

A net deferred tax asset is recognised only if it can be regarded as 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 assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse

Deferred tax assets and liabilities are discounted

THE MANOR PARK CEMETERY COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006**

6. TAXATION

	2006 £	2005 £
Analysis of tax charge in the year		
Current tax (see note below)		
UK corporation tax charge on profits for the year	45,048	27,150
Adjustments in respect of prior periods	-	(839)
Total current tax	<u>45,048</u>	<u>26,311</u>
Deferred tax (see note 12)		
Origination and reversal of timing differences	(228)	478
Tax on profit on ordinary activities	<u>44,820</u>	<u>26,789</u>

Factors affecting tax charge for the year

The tax assessed for the year is lower than the standard rate of corporation tax in the UK (19%). The differences are explained below

	2006 £	2005 £
Profit on ordinary activities before tax	<u>223,146</u>	<u>134,748</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2005 - 19%)	42,398	25,602
Effects of:		
Expenses not deductible for tax purposes	610	255
Capital allowances for year in excess of depreciation	2,040	1,293
Adjustments to tax charge in respect of prior periods	-	(839)
Current tax charge for the year (see note above)	<u>45,048</u>	<u>26,311</u>

Factors that may affect future tax charges

There were no factors that may affect future tax charges

THE MANOR PARK CEMETERY COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006**

1. ACCOUNTING POLICIES (continued)

1.7 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year

1.8 Reserve Graves

Where monies are received in respect of a grave reserved for future use, the sale is included in turnover. However, where the amount received includes an advance against future digging fees, a proportion is carried forward to the year in which interment takes place

2. TURNOVER

The whole of the turnover is attributable to the operation of a cemetery and crematorium with all the appropriate facilities and services for the disposal and commemoration of the dead

All turnover arose within the United Kingdom

3. OPERATING PROFIT

The operating profit is stated after charging

	2006	2005
	£	£
Depreciation of tangible fixed assets		
- owned by the company	69,885	66,402
Auditors' remuneration	6,000	4,500

THE MANOR PARK CEMETERY COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006**

4 STAFF COSTS

Staff costs, including directors' remuneration, were as follows

	2006	2005
	£	£
Wages and salaries	446,354	434,722
Other pension costs	37,250	34,445
	483,604	469,167

The average monthly number of employees, including the directors, during the year was as follows

	2006	2005
	No	No
Directors	4	4
Office	5	5
Garden	7	8
Gravedigging	2	2
Cremation	3	3
Maintenance	2	2
	23	24

5 DIRECTORS' REMUNERATION

	2006	2005
	£	£
Emoluments	82,800	70,953
Company pension contributions to money purchase pension schemes	16,560	13,617

During the year retirement benefits were accruing to 4 directors (2005 - 4) in respect of money purchase pension schemes

THE MANOR PARK CEMETERY COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006**

7 TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery £	Furniture, fittings and equipment £	Total £
Cost or valuation				
At 1 January 2006	758,914	687,813	219,776	1,666,503
Additions	12,970	28,358	11,185	52,513
At 31 December 2006	771,884	716,171	230,961	1,719,016
Depreciation				
At 1 January 2006	160,313	458,661	192,105	811,079
Charge for the year	11,578	49,211	9,096	69,885
At 31 December 2006	171,891	507,872	201,201	880,964
Net book value				
At 31 December 2006	599,993	208,299	29,760	838,052
At 31 December 2005	598,601	229,152	27,671	855,424

Cost or valuation at 31 December 2006 is as follows

	Land and buildings £
At cost	271,884
At valuation	
December 1988, open market value	500,000
	771,884

The land and buildings were revalued in December 1988 by the Royal Institute of Chartered Surveyors on an open market existing use basis.

If the land and buildings had not been included at valuation they would have been included under the historical cost convention as follows

	2006 £	2005 £
Cost	320,951	307,981
Accumulated depreciation	(53,058)	(48,947)
Net book value	267,893	259,034

THE MANOR PARK CEMETERY COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006**

8 FIXED ASSET INVESTMENTS

	Unlisted invest- ments £
Cost or valuation	
At 1 January 2006 and 31 December 2006	354,000

Unlisted investments

In the opinion of the directors the market value of the unlisted investments at 31 December 2006 was not less than their book cost

9 DEBTORS

	2006 £	2005 £
Trade debtors	64,238	54,246
Prepayments and accrued income	17,160	14,574
	81,398	68,820

10 CURRENT ASSET INVESTMENTS

	2006 £	2005 £
Unlisted investments	326,399	307,172

11 CREDITORS:

Amounts falling due within one year

	2006 £	2005 £
Trade creditors	51,702	23,356
Corporation tax	43,341	24,903
Social security and other taxes	14,167	10,257
Accruals and deferred income	111,872	91,976
	221,082	150,492

THE MANOR PARK CEMETERY COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006**

12. DEFERRED TAXATION

	2006 £	2005 £
At 1 January 2006	39,402	38,924
(Released during)/charge for the year	(228)	478
	<u>39,174</u>	<u>39,402</u>
At 31 December 2006	<u>39,174</u>	<u>39,402</u>

The provision for deferred taxation is made up as follows

	2006 £	2005 £
Accelerated capital allowances	<u>39,174</u>	<u>39,402</u>

13 SHARE CAPITAL

	2006 £	2005 £
Authorised, allotted, called up and fully paid		
768,555 Ordinary shares of 25p each	<u>192,139</u>	<u>192,139</u>

14 RESERVES

	Revaluation reserve £	Profit and loss account £
At 1 January 2006	140,775	1,150,990
Profit retained for the year		178,326
Dividends Equity capital		(88,384)
Transfer between Revaluation reserve and P/L account	(6,482)	6,482
	<u>134,293</u>	<u>1,247,414</u>
At 31 December 2006	<u>134,293</u>	<u>1,247,414</u>

15. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2006 £	2005 £
Opening shareholders' funds	1,483,904	1,375,945
Profit for the year	178,326	107,959
Dividends (Note)	(88,384)	-
	<u>1,573,846</u>	<u>1,483,904</u>
Closing shareholders' funds	<u>1,573,846</u>	<u>1,483,904</u>

THE MANOR PARK CEMETERY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006

16. DIVIDENDS

	2006 £	2005 £
Dividends paid on equity capital	<u>88,384</u>	<u>-</u>

On 21 June 2007 the directors propose a dividend of £138,340

17. PENSION COMMITMENTS

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £30,570 (2005 - £27,765)