



Gerald Edelman
Chartered Accountants

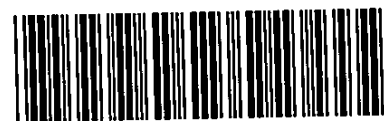
Company Registration No: 01529998 (England and Wales)

SKY GROUP OF COMPANIES PLC
AND ITS SUBSIDIARIES

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 24 MARCH 2012

MONDAY



A1KKCZCB

A22

29/10/2012

#118

COMPANIES HOUSE

25 Harley Street
London W1G 9BR
T +44 (0)20 7299 1400
F +44 (0)20 7299 1401

gemail@geraldedelman.com
www.geraldedelman.com

Registered to carry on audit work
and regulated for a range of
investment business activities by the
Institute of Chartered Accountants
in England and Wales

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES
FINANCIAL STATEMENTS FOR THE YEAR ENDED 24 MARCH 2012

INDEX

CONTENTS PAGE

REPORT OF THE DIRECTORS	1 - 2
INDEPENDENT AUDITORS' REPORT	3 - 4
CONSOLIDATED PROFIT AND LOSS ACCOUNT	5
NOTE OF GROUP HISTORICAL COST PROFITS AND LOSSES	6
CONSOLIDATED BALANCE SHEET	7
PARENT COMPANY BALANCE SHEET	8
CASH FLOW STATEMENT	9
NOTES TO THE FINANCIAL STATEMENTS	10 - 19
THE FOLLOWING SCHEDULES ARE FOR MANAGEMENT INFORMATION PURPOSES ONLY AND DO NOT FORM PART OF THE STATUTORY FINANCIAL STATEMENTS	
PARENT COMPANY'S DETAILED PROFIT AND LOSS ACCOUNT	20

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES

REPORT OF THE DIRECTORS

The directors submit their report and the audited consolidated financial statements for the year ended 24 March 2012

DIRECTORS

The following directors have held office since 25 March 2011

M L A Rose
N Rose
J Rose

PRINCIPAL ACTIVITY AND REVIEW OF BUSINESS

The principal activity of the group is property investment, dealing and development

BUSINESS REVIEW

The directors consider that the results are satisfactory and expect further suitable progress

RESULTS AND STATE OF AFFAIRS

The financial statements on pages 5 to 20 set out the consolidated results for the year ended 24 March 2012 and reflect the state of the company's and group's affairs at that date

DIVIDEND

The directors declared and paid interim dividends of £152,000 (2011 £144,000) during the year

FIXED ASSETS

Details of movements of fixed assets are shown in notes 10 and 11 to the financial statements. The directors have reviewed the open market values of the investment properties at 24 March 2012 and they consider them to have a value in excess of cost, but the cost of a professional valuation would not be justified

FUTURE DEVELOPMENTS

The directors intend to continue the development of the group's activities. The directors will pursue their established management policies and it is anticipated that there will be an effective response to the challenges of the coming year. Ongoing projects in the year ended 24 March 2012 have progressed and the group's results will reflect this in the coming years.

CREDITOR PAYMENT POLICY

The group's operating companies are responsible for agreeing the terms and conditions under which business transactions with their suppliers are conducted. It is the group's policy that payments to suppliers are made in accordance with those terms provided that suppliers also comply with all relevant terms and conditions. Details of the number of days' purchases represented by year end trade creditors are not given as there were no company nor group trade creditors at 24 March 2012.

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES

REPORT OF THE DIRECTORS
(CONTINUED)

AUDITORS

The auditors, Gerald Edelman, are deemed to be reappointed under section 487(2) of the Companies Act 2006

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing 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 affairs of the company and of the group and of the profit or loss of the group for that period. In preparing those financial statements, the directors are required to

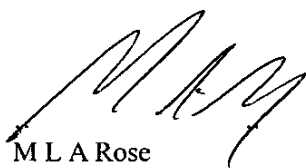
- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group 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 the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT OF DISCLOSURE TO AUDITOR

So far as the directors are aware, there is no relevant audit information of which the group's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the groups' auditors are aware of that information.

ON BEHALF OF THE BOARD


M L A Rose
Director

Date 18 October 2012

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF SKY GROUP COMPANIES PLC

We have audited the group and parent company financial statements (the "financial statements") of Sky Group of Companies PLC for the year ended 24 March 2012 set out on pages 5 to 20. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 THE DIRECTORS AND AUDITORS

As explained more fully in the Directors' Responsibilities Statement set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the group's and the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non financial information in the financial statements and accounts to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

QUALIFIED OPINION ARISING FROM LIMITATION IN AUDIT SCOPE

The group's investment properties have not been revalued at the year end date as required by Statement of Standard Accounting Practice No 19. We have been unable to obtain any independent information to enable us to quantify the effects of this non-compliance on the financial statements.

The audited financial statements of an associated undertaking are not yet available. The group's financial statements include the provisional group's share of profit of the associated undertaking, which amounts to £192,886. We have been unable to verify the accuracy of the associate's profit and are therefore unable to quantify the effects of any changes that may be required to the financial statements.

Except for the effect of any adjustments that would be necessary in stating the investment properties at open market value and including the audited results of the associated company, in our opinion the financial statements

- give a true and fair view of the state of the group's and parent company's affairs as at 24 March 2012 and of the group's profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF SKY GROUP COMPANIES PLC
(CONTINUED)

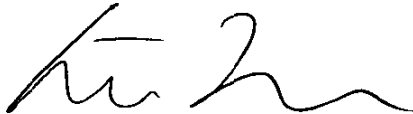
OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made



E Zekia (Senior Statutory Auditor)
for and on behalf of Gerald Edelman

Chartered Accountants
Statutory Auditors

Date 18 October 2012

25 Harley Street
London
W1G 9BR

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES

CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 24 MARCH 2012

	<u>Note</u>	<u>2012</u>	<u>2011</u>
		£	£
<u>Turnover</u>			
Sale of properties		-	600,000
Gross rental income		457,178	426,705
		<u>457,178</u>	<u>1,026,705</u>
<u>Cost of sales</u>			
Cost of properties		-	(210,437)
Net property outgoings		(134,708)	(115,031)
		<u>(134,708)</u>	<u>(325,468)</u>
<u>Gross profit</u>		322,470	701,237
Administrative expenses		(143,025)	(128,886)
		<u>179,445</u>	<u>572,351</u>
Other operating income		3,100	37,389
<u>Operating profit</u>	2	182,545	609,740
Share of profit of associated undertakings		192,886	477,819
		<u>375,431</u>	<u>1,087,559</u>
Exceptional items	3	-	(12,095)
Other interest receivable and similar income	5	24,928	21,777
Interest payable and similar charges	6	(64,337)	(84,321)
<u>Profit/(loss) on ordinary activities before taxation</u>		336,022	1,012,920
Taxation	7	(52,984)	(153,200)
Minority interest	21	(8,673)	-
<u>Net profit/(loss) for the financial year</u>	9	<u>274,365</u>	<u>859,720</u>

The profit and loss account has been prepared on the basis that all operations are continuing operations

There are no recognised gains and losses other than those passing through the profit and loss account

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES
NOTE OF CONSOLIDATED HISTORICAL COST PROFITS AND LOSSES
FOR THE YEAR ENDED 24 MARCH 2012

Note of historical cost profits and losses

	<u>2012</u>	<u>2011</u>
	<u>£</u>	<u>£</u>
Reported profit/(loss) on ordinary activities before taxation	<u>336,022</u>	<u>1,012,920</u>
Historical cost profit/(loss) on ordinary activities before taxation	<u>336,022</u>	<u>1,012,920</u>
Historical cost profit/(loss) for the year retained after taxation, minority interest and dividends	<u>122,365</u>	<u>715,720</u>

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES

CONSOLIDATED BALANCE SHEET AS AT 24 MARCH 2012

	<u>Note</u>	<u>2012</u>	<u>2011</u>
		£	£
<u>FIXED ASSETS</u>			
Tangible assets	10	3,153,910	2,313,782
Investments	11	1,052,068	904,688
		<u>4,205,978</u>	<u>3,218,470</u>
<u>CURRENT ASSETS</u>			
Stock of properties	12	552,250	552,250
Debtors	13	57,424	55,317
Investments	14	100,000	100,000
Cash at bank and in hand		611,536	1,382,391
		<u>1,321,210</u>	<u>2,089,958</u>
<u>CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR</u>	15	<u>(1,207,599)</u>	<u>(1,395,807)</u>
<u>NET CURRENT ASSETS/(LIABILITIES)</u>		<u>113,611</u>	<u>694,151</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		<u>4,319,589</u>	<u>3,912,621</u>
<u>CREDITORS AMOUNTS FALLING DUE AFTER ONE YEAR</u>	16	<u>(625,924)</u>	<u>(350,000)</u>
		<u>3,693,665</u>	<u>3,562,621</u>
<u>CAPITAL AND RESERVES</u>			
Called up share capital	17	100,000	100,000
Other reserve	18	896,993	896,993
Profit and loss account	19	2,687,993	2,565,628
Minority interests	21	8,679	-
Shareholders' funds	20	<u>3,693,665</u>	<u>3,562,621</u>

Approved by the board and authorised for issue on 18 October 2012

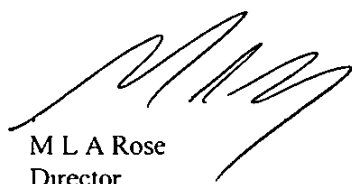

M L A Rose
Director

Company Registration No. 01529998

SKY GROUP OF COMPANIES PLC
BALANCE SHEET AS AT 24 MARCH 2012

	<u>Note</u>	<u>2012</u>	<u>2011</u>
		£	£
<u>FIXED ASSETS</u>			
Tangible assets	10	2,118	2,490
Investments	11	314	302
		<u>2,432</u>	<u>2,792</u>
<u>CURRENT ASSETS</u>			
Debtors	13	2,698,405	2,187,905
Investments	14	100,000	100,000
Cash at bank and in hand		471,580	1,312,327
		<u>3,269,985</u>	<u>3,600,232</u>
<u>CREDITORS</u> <u>AMOUNTS FALLING DUE WITHIN</u>			
<u>ONE YEAR</u>	15	<u>(1,458,145)</u>	<u>(1,770,618)</u>
<u>NET CURRENT ASSETS</u>		<u>1,811,840</u>	<u>1,829,614</u>
		<u>1,814,272</u>	<u>1,832,406</u>
<u>CAPITAL AND RESERVES</u>			
Called up share capital	17	100,000	100,000
Profit and loss account	19	1,714,272	1,732,406
	20	<u>1,814,272</u>	<u>1,832,406</u>

Approved by the board and authorised for issue on 18 October 2012


M L A Rose
Director

Company Registration No. 01529998

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES

CASH FLOW STATEMENT FOR THE YEAR ENDED 24 MARCH 2012

	<u>Note</u>	<u>2012</u>	<u>2011</u>
		£	£
Net cash movement from operating activities	22	205,549	1,056,549
Dividends received from associates		43,750	-
<u>Returns on investments and servicing of finance</u>			
Interest received		24,928	21,038
Interest paid		<u>(64,337)</u>	<u>(71,281)</u>
<u>Net cash movement from returns on investments and servicing of finance</u>		(39,409)	(50,243)
Taxation		(94,169)	(29,874)
<u>Capital expenditure and financial investments</u>			
Purchase of tangible fixed assets		(840,500)	-
Receipts from sale of investments		<u>-</u>	<u>503,634</u>
Net cash outflow for capital expenditure		(840,500)	503,634
<u>Equity dividends paid</u>		<u>(152,000)</u>	<u>(144,000)</u>
<u>Cash inflow/(outflow) before use of liquid resources and financing</u>		(876,779)	1,336,066
 <u>FINANCING</u>			
<u>Debt due within a year</u>			
Net movement of other loans		(170,000)	(300,000)
<u>Debt due after a year</u>			
Other loan		275,924	-
(Decrease)/increase in cash in the year	23, 24	<u><u>(770,855)</u></u>	<u><u>1,036,066</u></u>

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 24 MARCH 2012

1 ACCOUNTING POLICIES

The principal accounting policies adopted are as follows -

a) Convention

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain investment properties, and in accordance with applicable accounting standards. The true and fair view overrides provisions of the Companies Act 2006 have been invoked, see 'Investment properties' below.

b) Consolidation

The consolidated profit and loss account and balance sheet include the financial statements of the parent company and its subsidiary undertakings and joint arrangements made up to the end of the financial year. The results of subsidiaries sold or acquired are included in the profit and loss account up to or from the date that control passes. Intra-group transactions and balances are eliminated fully on consolidation.

In accordance with Section 408 of the Companies Act 2006, a separate profit and loss account for the parent company is not presented with these financial statements.

The group's interest in joint arrangements has been included in the financial statements on the basis of the group's share of assets and liabilities in the joint arrangements in accordance with Financial Reporting Standard No. 9 Associates and Joint Ventures.

c) Associated undertakings

An entity is treated as an associated undertaking where the group has a participating interest and exercises significant influence over its operating and financial policy decisions.

In the group accounts, interests in associated undertakings are accounted for using the equity method of accounting. The consolidated profit and loss account includes the group's share of the operating results, interest, pre-tax results and attributable taxation of such undertakings based on audited financial statements. In the consolidated balance sheet, the interests in associated undertakings are shown as the group's share of the identifiable net assets, including any unamortised premium paid on acquisition. The consolidated financial statements for the year include the relevant share of the results of associated undertakings for the period to 30 June 2012, being the last available accounts.

d) Investment properties

In accordance with Statement of Standard Accounting Practice No. 19 -

- i) Properties held for investment are periodically revalued. Where the revaluation is adopted in the group's financial statements the net surplus is transferred to the revaluation reserve.
- ii) No depreciation is provided in respect of the investment properties. The directors consider that this accounting policy, which is a departure from the accounting requirement of the Companies Act 2006, is necessary to ensure that the financial statements show a true and fair view.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 24 MARCH 2012 (CONTINUED)

e) Trading properties

f) Depreciation

Fixtures, fittings and equipment - 15% reducing balance method

g) Deferred taxation

Investment properties are held as long term investments and there is no intention to dispose of them. Therefore, no provision is made for the potential liability to taxation which would result in the event of realisation of the properties at the amounts at which they are stated in the financial statements.

h) Turnover

Turnover comprises amounts receivable on completion of sale of trading properties, from rents and service charge receivable net of Value Added Tax

1) Investments

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

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 24 MARCH 2012 (CONTINUED)

2	<u>OPERATING PROFIT</u>	<u>2012</u>	<u>2011</u>
		£	£
	Operating profit is stated after charging		
	Staff costs (note 4)	56,252	54,586
	Auditors' remuneration	27,486	22,246
	Depreciation	372	440
		<u> </u>	<u> </u>
3	<u>EXCEPTIONAL ITEM</u>	<u>2012</u>	<u>2011</u>
		£	£
	Associate loss on disposal of investment property	-	12,095
		<u> </u>	<u> </u>
		-	12,095
		<u> </u>	<u> </u>
4	<u>STAFF COSTS</u>		
a)	<u>Staff costs comprise</u>	<u>2012</u>	<u>2011</u>
		£	£
	Wages and salaries	50,000	49,167
	Social security costs	6,252	5,419
		<u> </u>	<u> </u>
		56,252	54,586
		<u> </u>	<u> </u>
b)	<u>Employees</u>		
	The average number of employees, in administration, during the year was 3 (2011 - 3)		
c)	<u>Directors' remuneration</u>	<u>2012</u>	<u>2011</u>
		£	£
	Directors' remuneration is included in staff costs and consists of -		
	Fees, including benefits in kind	50,000	49,167
		<u> </u>	<u> </u>
5	<u>INVESTMENT INCOME</u>	<u>2012</u>	<u>2011</u>
		£	£
	Bank interest	3,317	3,110
	Other interest	-	17,928
	Share of interest from associates	21,611	739
		<u> </u>	<u> </u>
		24,928	21,777
		<u> </u>	<u> </u>

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 24 MARCH 2012 (CONTINUED)

6	<u>INTEREST PAYABLE</u>	<u>2012</u> £	<u>2011</u> £
	Bank interest	24,123	24,165
	Other interest	39,400	47,116
	Share of interest from associates	814	13,040
		<u>64,337</u>	<u>84,321</u>
7	<u>TAXATION</u>	<u>2012</u> £	<u>2011</u> £
	Domestic current year tax		
	UK corporation tax	30,431	71,616
	Share of associates	22,553	81,584
	Current tax charge	<u>52,984</u>	<u>153,200</u>
	Factors affecting the tax charge for the year		
	Profit/(loss) on ordinary activities before taxation	<u>336,022</u>	<u>1,012,920</u>
	Profit/(loss) on ordinary activities before taxation multiplied by the standard rate of UK corporation tax of 20% (2011 21%)	<u>67,204</u>	<u>212,713</u>
	Effects of		
	Non deductible expenses	3,458	3,842
	Depreciation	74	92
	Capital allowances	(418)	(548)
	Tax losses utilised	-	(38,994)
	Share of associates	22,553	81,584
	Other taxation adjustments	(39,887)	(105,489)
	Adjustments to previous periods	-	-
	Current tax charge	<u>52,984</u>	<u>153,200</u>
8	<u>DIVIDENDS</u>	<u>2012</u> £	<u>2011</u> £
	Ordinary interim dividends paid	<u>152,000</u>	<u>144,000</u>
9	<u>RETAINED PROFIT FOR THE FINANCIAL YEAR</u>	<u>2012</u> £	<u>2011</u> £
	The group profit/(loss) is attributable to		
	Parent company	125,193	103,491
	Subsidiary undertakings	(41,958)	384,390
	Associated undertakings	191,130	371,839
		<u>274,365</u>	<u>859,720</u>

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 24 MARCH 2012 (CONTINUED)

10 TANGIBLE FIXED ASSETS

a) The Group

	<u>Total</u>	<u>Freehold investment properties</u>	<u>Fixtures, fittings and equipment</u>
<u>Cost/valuation</u>	<u>£</u>	<u>£</u>	<u>£</u>
At 25 March 2011	2,352,942	2,311,292	41,650
Additions	840,500	840,500	-
Disposals	-	-	-
At 24 March 2012	<u>3,193,442</u>	<u>3,151,792</u>	<u>41,650</u>
<u>Depreciation</u>			
At 25 March 2011	39,160	-	39,160
Charge for the year	372	-	372
At 24 March 2012	<u>39,532</u>	<u>-</u>	<u>39,532</u>
<u>Balance sheet as at 24 March 2012</u>	<u>3,153,910</u>	<u>3,151,792</u>	<u>2,118</u>
<u>Balance sheet as at 24 March 2011</u>	<u>2,313,782</u>	<u>2,311,292</u>	<u>2,490</u>

The group's freehold investment properties are included in the financial statements at cost which, in the opinion of the directors, have a value in excess of cost but the cost of a professional valuation would not be justified

b) The Company

	<u>Total</u>	<u>Fixtures, fittings and equipment</u>
<u>Cost</u>	<u>£</u>	<u>£</u>
At 25 March 2011 and 24 March 2012	<u>41,650</u>	<u>41,650</u>
<u>Depreciation</u>		
At 25 March 2011	39,160	39,160
Charge for the year	372	372
At 24 March 2012	<u>39,532</u>	<u>39,532</u>
<u>Balance sheet as at 24 March 2012</u>	<u>2,118</u>	<u>2,118</u>
<u>Balance sheet as at 24 March 2011</u>	<u>2,490</u>	<u>2,490</u>

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 24 MARCH 2012 (CONTINUED)

11 FIXED ASSET INVESTMENTS

		<u>Associated undertakings</u> £
a)	<u>The Group</u>	
	<u>Shares at cost</u>	
	At 25 March 2011	904,688
	Additions	-
	Disposals	-
	Share of profit in associates	<u>147,380</u>
	At 24 March 2012	<u><u>1,052,068</u></u>
b)	<u>Parent Company</u>	<u>Subsidiary undertakings</u> £
	<u>Shares at cost</u>	
	At 25 March 2011	302
	Additions	<u>12</u>
	At 24 March 2012	<u><u>314</u></u>

c) Details of fixed asset investments

The group's and the company's fixed asset investments and shareholdings therein are as follows

Company

<u>Name</u>	<u>Country of incorporation</u>	<u>Class of Shares held</u>	<u>Proportion of shares held direct/indirect</u>	<u>Activity</u>
<u>Subsidiary undertakings</u>				
Sky Properties Limited	England and Wales	Ordinary	100%	Property dealing
Sky Invest Limited	England and Wales	Ordinary	100%	Property investment
Geoplanetary Investments Limited	England and Wales	Ordinary	100%	Dormant
Subject Properties Limited	England and Wales	Ordinary	100%	Dormant
Actvale Limited	England and Wales	Ordinary	67%	Property investment
<u>Associated undertakings</u>				
Riverview Holdings Limited	England and Wales	Ordinary 'B'	37 50%	Property investment
Alphaxa Limited	England and Wales	Ordinary	37 50%	Dormant
Skyewoode Estates Limited	England and Wales	Ordinary	37 50%	Dormant

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 24 MARCH 2012 (CONTINUED)

c) Details of fixed asset investments (continued)

Joint arrangements

Lloyds Wharf	England	-	70%	Property investment
Lordship Lane	England	-	50%	Property investment
Northcote Road	England	-	50%	Property investment

12 STOCK

	<u>2012</u>	<u>The Group</u>	<u>2012</u>	<u>Parent Company</u>
	<u>£</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
		<u>£</u>	<u>£</u>	<u>£</u>
Trading properties	552,250	552,250	-	-
	<u>552,250</u>	<u>552,250</u>	<u>-</u>	<u>-</u>

13 DEBTORS

	<u>2012</u>	<u>The Group</u>	<u>2012</u>	<u>Parent Company</u>
	<u>£</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
		<u>£</u>	<u>£</u>	<u>£</u>
Trade debtors	500	1,030	500	500
Amount due from subsidiary undertaking	-	-	2,689,541	2,181,746
Amount due from associated undertaking	-	-	-	-
Other debtors	54,651	52,545	6,922	4,816
Prepayments and accrued income	2,273	1,742	1,442	843
	<u>57,424</u>	<u>55,317</u>	<u>2,698,405</u>	<u>2,187,905</u>

14 INVESTMENTS

	<u>2012</u>	<u>The Group</u>	<u>2012</u>	<u>Parent Company</u>
	<u>£</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
		<u>£</u>	<u>£</u>	<u>£</u>
Unlisted investment	100,000	100,000	100,000	100,000
	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
Directors' valuation of unlisted investments	107,520	106,680	107,520	106,680
	<u>107,520</u>	<u>106,680</u>	<u>107,520</u>	<u>106,680</u>

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 24 MARCH 2012 (CONTINUED)

15	<u>CREDITORS AMOUNTS FALLING DUE</u> <u>WITHIN ONE YEAR</u>	<u>2012</u>	<u>The Group</u> <u>2011</u>	<u>2012</u>	<u>Parent Company</u> <u>2011</u>
		£	£	£	£
	Other loan	1,080,000	1,250,000	1,080,000	1,250,000
	Corporation tax	30,431	71,616	6,834	39,275
	Other creditors	38,564	17,714	2,194	3,192
	Other taxes & social security	15,003	11,549	1,593	1,547
	Amounts due to subsidiary undertakings	-	-	352,445	458,670
	Accruals and deferred income	43,601	44,928	15,079	17,934
		<u>1,207,599</u>	<u>1,395,807</u>	<u>1,458,145</u>	<u>1,770,618</u>

16	<u>CREDITORS AMOUNTS FALLING DUE</u> <u>AFTER MORE THAN ONE YEAR</u>	<u>2012</u>	<u>The Group</u> <u>2011</u>	<u>2012</u>	<u>Parent Company</u> <u>2011</u>
	Bank loans	350,000	350,000	-	-
	Other loans	275,924	-	-	-
		<u>625,924</u>	<u>350,000</u>	<u>-</u>	<u>-</u>

The bank loan is secured by way of a legal mortgage over one of the group's investment properties

17	<u>CALLED UP SHARE CAPITAL</u>	<u>2012</u>	<u>2011</u>
		£	£
	<u>Authorised, issued and fully paid</u>		
	100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>

18	<u>OTHER RESERVE</u>	<u>2012</u>	<u>The Group</u> <u>2011</u>	<u>2012</u>	<u>Parent Company</u> <u>2011</u>
		£	£	£	£
	Balance at 25 March 2011	896,993	896,993	-	-
	Transfer to profit and loss account	-	-	-	-
	<u>Balance at 24 March 2012</u>	<u>896,993</u>	<u>896,993</u>	<u>-</u>	<u>-</u>

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 24 MARCH 2012 (CONTINUED)

19	<u>PROFIT AND LOSS ACCOUNT</u>	<u>The Group</u> <u>2012</u> £	<u>Parent Company</u> <u>2012</u> £
	Balance at 25 March 2011	2,565,628	1,732,406
	Profit for the year	274 365	133,866
	Dividends paid	(152,000)	(152,000)
	<u>Balance at 24 March 2012</u>	<u>2,687,993</u>	<u>1,714,272</u>

20	<u>RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS</u>	<u>2012</u> £	<u>The Group</u> <u>2011</u> £	<u>2012</u> £	<u>Parent Company</u> <u>2011</u> £
	Profit/(loss) for the financial year	274,365	859,720	133,866	103,491
	Minority interest	8,679	-	-	-
	Dividends paid	(152,000)	(144,000)	(152,000)	(144,000)
	Opening shareholders' funds	3,562,621	2,846,901	1,832,406	1,872,915
	Closing shareholders' funds	<u>3,693,665</u>	<u>3,562,621</u>	<u>1,814,272</u>	<u>1,832,406</u>

21	<u>MINORITY INTEREST</u>	<u>2012</u> £	<u>2011</u> £
	Minority share of fair value of net assets acquired during the year	6	-
	Minority share of net profit during the year	8,673	-
	<u>Balance at 24 March 2012</u>	<u>8,679</u>	<u>-</u>

The minority interest represents 33.33% of the net assets of the Actvale Limited at 24 March 2012. The minority shares in that company are owned by Dunstone Properties Limited.

22	<u>RECONCILIATION OF OPERATING PROFIT TO NET CASH MOVEMENT FROM OPERATING ACTIVITIES</u>	<u>2012</u> £	<u>2011</u> £
	Operating profit	182,545	609,740
	Depreciation charges	372	440
	Movement in stocks	-	195,550
	Movement in debtors	2,107	243,098
	Movement in creditors	20,525	7,721
	<u>Net cash movement from operating activities</u>	<u>205,549</u>	<u>1,056,549</u>

SKY GROUP OF COMPANIES PLC AND ITS SUBSIDIARIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 24 MARCH 2012 (CONTINUED)

23	<u>ANALYSIS OF CHANGES IN NET FUNDS</u>			24 March		24 March
				<u>2011</u>	<u>Cash flow</u>	<u>2012</u>
				£	£	£
	Net cash					
	Cash at bank and in hand			1,382,391	(770,855)	611,536
	Debt due within 1 year			(1,250,000)	170,000	(1,080,000)
	Debt due after 1 year			(350,000)	(275,924)	(625,924)
	Net funds			<u>(217,609)</u>	<u>(876,779)</u>	<u>(1,094,388)</u>
24	<u>RECONCILIATION OF NET CASH FLOW TO MOVEMENTS IN NET DEBT</u>			<u>2012</u>		<u>2011</u>
				£		£
	Increase/(decrease) in cash in year			(770,855)		1,036,066
	Cash movement from (increase)/decrease in debt			(105,924)		300,000
	Net movement in net funds in the year			(876,779)		1,336,066
	Opening net funds			(217,609)		(1,553,675)
	Closing net funds			<u>(1,094,388)</u>		<u>(217,609)</u>
25	<u>RELATED PARTY TRANSACTIONS</u>			<u>2012</u>	<u>2012</u>	<u>2011</u>
					Balance	
	<u>Party</u>	<u>Relationship</u>	<u>Transaction</u>	<u>Value</u>	<u>due from/(to)</u>	<u>Value</u>
				£	£	£
	Riverview Holdings Limited	Associated undertaking	Loan account	-	-	250,000
						-

The group has taken advantage of the exemptions available whereby no disclosure is required for related party transactions and balances fully eliminated on consolidation