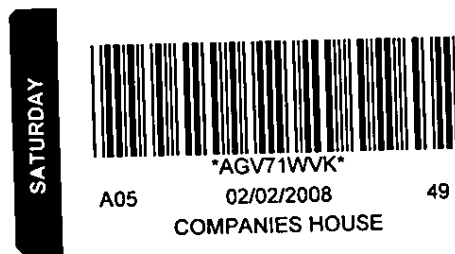


SHARROCKS LIMITED
UNAUDITED FINANCIAL STATEMENTS
30 APRIL 2007



HALLIDAYS LIMITED
Chartered Accountants
Portland Buildings
127-129 Portland Street
Manchester
M1 4PZ

SHARROCKS LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2007

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SHARROCKS LIMITED**THE DIRECTORS' REPORT****YEAR ENDED 30 APRIL 2007**

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 30 April 2007

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was as painting, decorating and building contractors. Business has been under the same family ownership since 1905. The London office has traded continuously since its establishment in 1950.

THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows

		At 30 April 2007	At 1 May 2006 or later date of appointment
G Greenhalgh		-	-
T A Jones		-	-
G R Greenhalgh	Beneficial	20,000	-
	Non Beneficial	<u>2,000</u>	<u>-</u>

G R Greenhalgh was appointed as a director on 20 October 2006

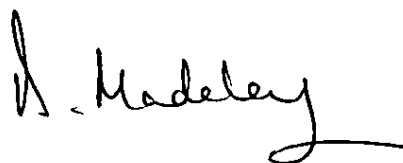
G Greenhalgh retired as a director on 1 May 2007

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985

Registered office
229 Spotland Road
Rochdale
Lancashire
OL12 7AQ

Signed by order of the directors



MRS D MADELEY
Company Secretary

Approved by the directors on 15/11/07

SHARROCKS LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 30 APRIL 2007

	Note	2007 £	2006 £
TURNOVER		2,670,568	2,883,693
Cost of sales		<u>2,245,656</u>	<u>2,449,675</u>
GROSS PROFIT		424,912	434,018
Administrative expenses		408,137	406,559
Other operating income		(5,791)	(11)
OPERATING PROFIT	2	<u>22,566</u>	<u>27,470</u>
Interest receivable		5,465	5,261
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>28,031</u>	<u>32,731</u>
Tax on profit on ordinary activities	3	1,068	1,000
PROFIT FOR THE FINANCIAL YEAR		<u>26,963</u>	<u>31,731</u>
Balance brought forward		<u>277,379</u>	<u>245,648</u>
Balance carried forward		<u><u>304,342</u></u>	<u><u>277,379</u></u>

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 year as set out above

SHARROCKS LIMITED**BALANCE SHEET****30 APRIL 2007**

	Note	2007 £	2006 £
FIXED ASSETS			
Tangible assets	4	27,938	22,888
CURRENT ASSETS			
Debtors	5	469,934	253,274
Cash at bank		81,038	244,849
		<u>550,972</u>	<u>498,123</u>
CREDITORS: Amounts falling due within one year	6	<u>240,968</u>	<u>210,032</u>
NET CURRENT ASSETS		310,004	288,091
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>337,942</u>	<u>310,979</u>
CAPITAL AND RESERVES			
Called-up equity share capital	8	33,600	33,600
Profit and loss account		304,342	277,379
SHAREHOLDERS' FUNDS	9	<u>337,942</u>	<u>310,979</u>

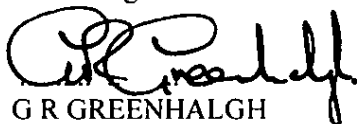
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act

The directors acknowledge their responsibilities for

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) 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 or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985

These financial statements were approved by the directors and authorised for issue on 15/11/07, and are signed on their behalf by


G R GREENHALGH

SHARROCKS LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30 APRIL 2007****1. ACCOUNTING POLICIES****Basis of accounting**

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

Cash flow statement

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

Turnover

Turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion

Fixed assets

All fixed assets are initially recorded at cost

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

33 1/3% Written Down Value - Motor Vehicles

Pension costs

The company operates a defined contribution pension scheme for certain employees. The assets of the scheme are managed independently of the finances of the company. The costs thereof are written off to revenue as incurred.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2. OPERATING PROFIT

Operating profit is stated after charging/(crediting)

	2007	2006
	£	£
Depreciation of owned fixed assets	14,671	11,492
Profit on disposal of fixed assets	<u>(5,791)</u>	<u>(11)</u>

SHARROCKS LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30 APRIL 2007****3. DIRECTORS' EMOLUMENTS**

The directors' aggregate emoluments in respect of qualifying services were

	2007	2006
	£	£
Aggregate emoluments	63,582	63,222
Value of company pension contributions to money purchase schemes	24,995	14,823
	<u>88,577</u>	<u>78,045</u>

The number of directors who accrued benefits under company pension schemes was as follows

	2007	2006
	No	No
Money purchase schemes	<u>1</u>	<u>1</u>

4 TAXATION ON ORDINARY ACTIVITIES**(a) Analysis of charge in the year**

	2007	2006
	£	£
Current tax		
UK Corporation tax based on the results for the year at 19% (2006 - 19%)	1,500	1,000
Over provision in previous year	(432)	-
Total current tax	<u>1,068</u>	<u>1,000</u>

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 19% (2006 - 19%)

	2007	2006
	£	£
Profit on ordinary activities before taxation	<u>28,031</u>	<u>32,731</u>
Profit on ordinary activities by rate of tax	5,326	6,219
Losses brought forward utilised	(3,319)	(5,629)
Capital allowances for period in excess of depreciation	-	410
Overprovision in previous year	(432)	-
Non material items	(507)	-
Total current tax (note 4(a))	<u>1,068</u>	<u>1,000</u>

SHARROCKS LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30 APRIL 2007****5. TANGIBLE FIXED ASSETS**

	Motor Vehicles £
COST	
At 1 May 2006	102,330
Additions	27,580
Disposals	<u>(41,410)</u>
At 30 April 2007	<u>88,500</u>
DEPRECIATION	
At 1 May 2006	79,442
Charge for the year	14,671
On disposals	<u>(33,551)</u>
At 30 April 2007	<u>60,562</u>
NET BOOK VALUE	
At 30 April 2007	<u>27,938</u>
At 30 April 2006	<u>22,888</u>

6. DEBTORS

	2007 £	2006 £
Trade debtors	453,084	239,209
Other debtors	<u>16,850</u>	<u>14,065</u>
	<u>469,934</u>	<u>253,274</u>

7. CREDITORS: Amounts falling due within one year

	2007 £	2006 £
Trade creditors	63,425	36,325
Other creditors including taxation and social security		
Payments received on account	—	62,477
Corporation tax	1,500	1,000
PAYE and social security	33,267	34,160
VAT	59,833	36,639
Other creditors	50,702	25,000
Accruals and deferred income	<u>32,241</u>	<u>14,431</u>
	<u>177,543</u>	<u>173,707</u>
	<u>240,968</u>	<u>210,032</u>

SHARROCKS LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30 APRIL 2007****8. RELATED PARTY TRANSACTIONS**

Management charges paid by the company to Arnold Sharrocks Limited amounted to £71,000 in the year (2006 - £85,128)

Other Creditors of £50,702 (2006 - £25,000) represents an amount due to Arnold Sharrocks Limited

9. SHARE CAPITAL**Authorised share capital:**

	2007 £	2006 £
50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>

Allotted, called up and fully paid:

	2007 No	£	2006 No	£
Ordinary shares of £1 each	<u>33,600</u>	<u>33,600</u>	<u>33,600</u>	<u>33,600</u>

10. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2007 £	2006 £
Profit for the financial year	26,963	31,731
Opening shareholders' funds	<u>310,979</u>	<u>279,248</u>
Closing shareholders' funds	<u>337,942</u>	<u>310,979</u>