



P D R Construction Limited

Financial Statements

31st March, 2007

Smailes Goldie
Chartered Accountants



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P D R Construction Ltd

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for the year ended 31st March 2007

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P D R Construction Ltd

Company Information

for the year ended 31st March 2007

DIRECTORS

P Dransfield
D H Maughan
S R Chapman
Mrs J Dransfield
L R Newsham
N Weatherall
J White
P A Burke

SECRETARY

L R Newsham

REGISTERED OFFICE:

Salisbury House
Saxon Way
Hessle
East Yorkshire
HU13 9PB

REGISTERED NUMBER

02772148 (England and Wales)

AUDITORS

Smailes Goldie
Chartered Accountants
Registered Auditors
Regent's Court
Princess Street
Hull
East Yorkshire HU2 8BA

P D R Construction Ltd

Report of the Directors

for the year ended 31st March 2007

The directors present their report with the financial statements of the company for the year ended 31st March 2007

PRINCIPAL ACTIVITIES

The principal activities of the company in the year under review were those of the construction of commercial, industrial, retail and residential properties, acting as main contractor. In the year the company also began undertaking a small number of speculative developments acting as developer. The company operates on sites throughout the United Kingdom.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

As mentioned above, the company's principal activity remains contracting, however in order to make better use of the cash resources held which had been achieving modest returns in deposit accounts, PDR acquired a small number of sites to develop internally and plug any temporary gaps in the contracting work load.

Turnover for the year ending March 2007 is down on the record turnover achieved by the company in 2006 and was below the directors' aspirations for the year. However when reviewing the result it must be borne in mind that the company can only recognise turnover and profit on its internal developments in the period in which sales agreements are exchanged. A brief summary of internal developments in the year follows.

A housing development in the East Riding of Yorkshire was completed in March 2007 with sales completions occurring on 40% of the units before 31 March 2007, the remainder completing in April 2007. Had all of the units been sold pre-year end as opposed to being carried as balance sheet stock at cost, profits would have been £217,000 higher, which would have more accurately reflected the company's financial performance in the year.

In addition to the above, the company has also acquired sites at Normanton and Wakefield, and obtained enhanced planning permissions. Whereas works have yet to be progressed on the green field Normanton site, construction began on the Wakefield site in August 2006, comprising the construction of new office space, together with 24 apartments. Construction of the offices and apartments were approximately three quarters complete by the year end, and again the contribution and turnover for this development will therefore be recognised in next year's figures.

Yorkshire Bank has provided an element of funding for the construction phases of the developments. This funding has ensured the working capital requirements of the contracting side of the company have in no way been compromised, which has always remained a priority for the directors whilst undertaking this internal work.

Turnover for the year ending March 2008 is forecast to return to normal targeted levels. At the time of writing, secured contracting turnover for the 2007/08 financial year is at £41 million and £44 million including anticipated development sales. In addition, the Company has already managed to secure a further £22 million contracting turnover for the 2008/09 financial year.

During the year PDR has continued to strengthen contracting links within the residential sector and has formed good relationships with major residential property developers, building on past experiences and success. The commercial sectors remain buoyant with a well balanced order book looking forward of industrial, retail, office, and mixed use sites.

The Company continues to undertake prestigious contracts within the motor industry, having recently completed a £3 million flagship Porsche dealership for JCT 600 in Leeds and a £3.5 million site for The Car People in Sheffield.

P D R Construction Ltd

Report of the Directors

for the year ended 31st March 2007

In summary PDR has once again turned in a profit, as it has every year since foundation in 1992, with a pleasing gross profit margin of 11.4%. It is the directors' firm belief that this year's result demonstrates the company is eminently flexible and able to generate a positive return on significant fluctuations in workload, such fluctuations occasionally being unavoidable in the contracting industry. The company's operations are backed by a strong balance sheet and management team, and a dedicated work force. The directors are proud of the way the company rose to the year's challenges, generating an increase in net assets of approximately £320,000.

Principal risks involved are project management and customer credit risks. The company regularly reviews all projects on an individual basis and takes such action as is required and undertakes credit checks on significant customers.

The key performance indicators are project performance, turnover and profit, the latter two being disclosed in the financial statements. The board is fully aware of project performance but does not wish to disclose performance of separate projects for commercial reasons. A summary of the company's general performance is given above.

DIVIDENDS

No dividends will be distributed for the year ended 31st March 2007.

DIRECTORS

The directors shown below have held office during the whole of the period from 1st April 2006 to the date of this report.

P Dransfield
D H Maughan
S R Chapman
Mrs J Dransfield
L R Newsham
N Weatherall
J White
P A Burke

POLITICAL AND CHARITABLE CONTRIBUTIONS

During the year the company made various charitable donations totalling £1,400 (2006 £1,437).

STATEMENT OF 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). 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 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 company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to 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.

P D R Construction Ltd

Report of the Directors

for the year ended 31st March 2007

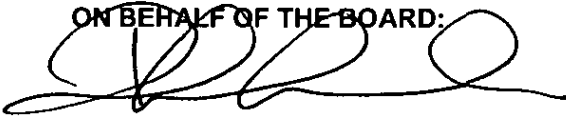
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information

AUDITORS

The auditors, Smales Goldie, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to be 'P Dransfield', written over the text 'ON BEHALF OF THE BOARD:'.

P Dransfield - Director

26th November 2007

Report of the Independent Auditors to the Shareholders of P D R Construction Ltd

We have audited the financial statements of P D R Construction Ltd for the year ended 31st March 2007 on pages seven to twenty one. These financial statements have been prepared under 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 financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out on page three.

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 Report of the Directors is consistent with the financial statements.

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 the Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

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 judgements 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.

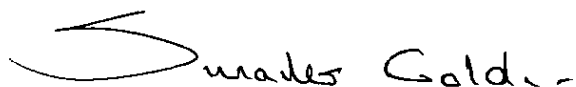
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity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

Report of the Independent Auditors to the Shareholders of P D R Construction Ltd

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 31st March 2007 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 Report of the Directors is consistent with the financial statements



Smailes Goldie
Chartered Accountants
Registered Auditors
Regent's Court
Princess Street
Hull
East Yorkshire HU2 8BA

26th November 2007

P D R Construction Ltd

Profit and Loss Account for the year ended 31st March 2007

	Notes	2007 £	2006 £
TURNOVER		23,569,094	52,975,776
Cost of sales		<u>20,857,085</u>	<u>49,740,573</u>
GROSS PROFIT		2,712,009	3,235,203
Administrative expenses		<u>2,845,711</u>	<u>2,976,403</u>
		(133,702)	258,800
Other operating income		<u>142,759</u>	<u>131,003</u>
OPERATING PROFIT	3	9,057	389,803
Interest receivable and similar income		<u>66,287</u>	<u>160,792</u>
		75,344	550,595
Interest payable and similar charges	4	<u>3,863</u>	<u>5,072</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		71,481	545,523
Tax on profit on ordinary activities	5	<u>9,009</u>	<u>168,143</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		<u>62,472</u>	<u>377,380</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year

P D R Construction Ltd

Statement of Total Recognised Gains and Losses *for the year ended 31st March 2007*

	2007 £	2006 £
PROFIT FOR THE FINANCIAL YEAR	62,472	377,380
Unrealised surplus on revaluation of investment properties	<u>250,000</u>	<u>-</u>
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	<u>312,472</u>	<u>377,380</u>

The notes form part of these financial statements

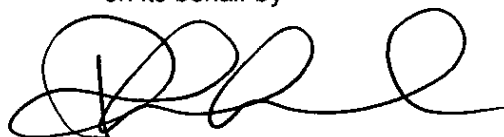
P D R Construction Ltd

Balance Sheet

31st March 2007

	Notes	2007 £	2006 £
FIXED ASSETS			
Tangible assets	6	2,578,458	2,256,821
CURRENT ASSETS			
Stocks	7	1,891,217	336,606
Debtors	8	5,579,384	8,653,899
Cash at bank		<u>1,196,162</u>	<u>3,726,523</u>
		8,666,763	12,717,028
CREDITORS			
Amounts falling due within one year	9	<u>8,244,908</u>	<u>12,260,472</u>
NET CURRENT ASSETS		<u>421,855</u>	<u>456,556</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		3,000,313	2,713,377
CREDITORS			
Amounts falling due after more than one year	10	-	(15,722)
PROVISIONS FOR LIABILITIES	14	<u>(11,517)</u>	<u>(21,331)</u>
NET ASSETS		<u>2,988,796</u>	<u>2,676,324</u>
CAPITAL AND RESERVES			
Called up share capital	15	111	111
Share premium	16	22,494	22,494
Revaluation reserve	16	495,008	245,008
Capital redemption reserve	16	5	5
Profit and loss account	16	<u>2,471,178</u>	<u>2,408,706</u>
SHAREHOLDERS' FUNDS	20	<u>2,988,796</u>	<u>2,676,324</u>

The financial statements were approved by the Board of Directors on 26th November 2007 and were signed on its behalf by



P Dransfield - Director

The notes form part of these financial statements

P D R Construction Ltd

Cash Flow Statement

for the year ended 31st March 2007

	Notes	£	2007	£	£	2006	£
Net cash (outflow)/inflow from operating activities	1			(3,266,179)		1,951,003	
Returns on investments and servicing of finance	2			62,424		155,720	
Taxation				(158,960)		(115,462)	
Capital expenditure	2			<u>(99,047)</u>		<u>(1,114,502)</u>	
				(3,461,762)		876,759	
Financing	2			<u>931,401</u>		<u>67,499</u>	
(Decrease)/Increase in cash in the period				<u>(2,530,361)</u>		<u>944,258</u>	
<hr/>							
Reconciliation of net cash flow to movement in net funds	3						
(Decrease)/Increase in cash in the period				(2,530,361)		944,258	
Cash inflow from increase in debt and lease financing				<u>(931,401)</u>		<u>(61,215)</u>	
Change in net funds resulting from cash flows				<u>(3,461,762)</u>		<u>883,043</u>	
Movement in net funds in the period				(3,461,762)		883,043	
Net funds at 1st April				<u>3,665,308</u>		<u>2,782,265</u>	
Net funds at 31st March				<u>203,546</u>		<u>3,665,308</u>	

The notes form part of these financial statements

P D R Construction Ltd

Notes to the Cash Flow Statement

for the year ended 31st March 2007

1 RECONCILIATION OF OPERATING PROFIT TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES

	2007 £	2006 £
Operating profit	9,057	389,803
Depreciation charges	120,096	117,709
(Profit)/Loss on disposal of fixed assets	(92,686)	9,456
Increase in stocks	(1,554,611)	(336,606)
Decrease/(Increase) in debtors	3,074,515	(311,094)
(Decrease)/Increase in creditors	(4,822,550)	2,081,735
Net cash (outflow)/inflow from operating activities	<u>(3,266,179)</u>	<u>1,951,003</u>

2 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2007 £	2006 £
Returns on investments and servicing of finance		
Interest received	66,287	160,792
Interest paid	(1,667)	(2,214)
Interest element of hire purchase payments	(2,196)	(2,858)
Net cash inflow for returns on investments and servicing of finance	<u>62,424</u>	<u>155,720</u>
Capital expenditure		
Purchase of tangible fixed assets	(677,830)	(1,130,333)
Sale of tangible fixed assets	578,783	15,831
Net cash outflow for capital expenditure	<u>(99,047)</u>	<u>(1,114,502)</u>
Financing		
Capital repayments in year	(45,493)	61,215
Additional premium on shares issued	-	6,284
Increase in short term borrowings	976,894	-
Net cash inflow from financing	<u>931,401</u>	<u>67,499</u>

P D R Construction Ltd

Notes to the Cash Flow Statement for the year ended 31st March 2007

3 ANALYSIS OF CHANGES IN NET FUNDS

	At 1 4.06 £	Cash flow £	At 31.3.07 £
Net cash			
Cash at bank	<u>3,726,523</u>	<u>(2,530,361)</u>	<u>1,196,162</u>
	<u>3,726,523</u>	<u>(2,530,361)</u>	<u>1,196,162</u>
Debt			
Hire purchase	(61,215)	45,493	(15,722)
Debts falling due within one year	<u>-</u>	<u>(976,894)</u>	<u>(976,894)</u>
	<u>(61,215)</u>	<u>(931,401)</u>	<u>(992,616)</u>
Total	<u>3,665,308</u>	<u>(3,461,762)</u>	<u>203,546</u>

The notes form part of these financial statements

P D R Construction Ltd

Notes to the Financial Statements

for the year ended 31st March 2007

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets and are in accordance with applicable accounting standards

Turnover

Turnover is the amount, excluding value added tax, receivable in the ordinary course of business for goods supplied as a principal and for services provided. In the case of long term contracts, turnover is calculated on the basis of the value of work executed during the year

Tangible fixed assets and depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter

Improvements to property	The period of the lease
Motor vehicles	25% on cost
Fixtures and fittings	15% to 25% on cost

Completed investment properties are included at open market value. Changes in value are transferred to the revaluation reserve, except that reductions are charged to the profit and loss account to the extent that they fall below the original cost. Investment properties in the course of construction are included at their cost provided that no loss is anticipated on the completed project

Stocks and work in progress

Stock and work in progress is stated at the lower of cost and net realisable value

Long term contracts are stated at cost net of amounts transferred to cost of sales less any foreseeable losses and progress payments receivable, not matched with turnover. Cost consists of direct materials, direct labour and appropriate related overheads

Profit on long term contracts is recognised when the outcome of contracts can be assessed with reasonable certainty and is that amount which is estimated to fairly reflect the profit arising up to the accounting date. Profit on long term contracts is recognised in the profit and loss account as the difference between the reported turnover and related costs

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date except in relation to revaluations of investment properties where there is no commitment to sell those properties

Hire purchase and leasing commitments

Assets acquired under finance leases and hire purchase contracts are treated as fixed assets. The amount capitalised is the present value of the minimum lease payments payable over the lease term

Depreciation is charged to the profit and loss account in accordance with the normal depreciation policy over the shorter of the lease term and the useful life of the assets

The corresponding lease commitments are shown as liabilities. The interest element of rental obligation is charged to the profit and loss on a straight line basis

Rentals payable under operating leases are charged to the profit and loss account over the period of the lease on a straight line basis

Pension costs

The company operates a small self administered defined contribution pension scheme and a defined contribution scheme in respect of certain directors and employees. Contributions in respect of both schemes are charged to the profit and loss account in the period in which they are due

P D R Construction Ltd

Notes to the Financial Statements - continued for the year ended 31st March 2007

2 STAFF COSTS

	2007 £	2006 £
Wages and salaries	1,590,648	1,586,373
Other pension costs	29,752	23,735
	<u>1,620,400</u>	<u>1,610,108</u>

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

	2007	2006
Management and administration	39	42
Production	<u>28</u>	<u>26</u>
	<u>67</u>	<u>68</u>

3 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

	2007 £	2006 £
Other operating leases	286,824	298,584
Depreciation - owned assets	90,446	95,471
Depreciation - assets on hire purchase contracts	29,650	22,238
(Profit)/Loss on disposal of fixed assets	(92,686)	9,456
Auditors' remuneration	7,500	7,500
Auditors' remuneration - non audit services	3,100	2,350
Net rental income received	<u>142,759</u>	<u>131,003</u>
Directors' emoluments	660,414	729,818
Directors' pension contributions to money purchase schemes	<u>20,055</u>	<u>16,801</u>

The number of directors to whom retirement benefits were accruing was as follows

Money purchase schemes	<u>8</u>	<u>9</u>
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Information regarding the highest paid director is as follows

	2007 £	2006 £
Emoluments etc	<u>237,517</u>	<u>264,936</u>

4 INTEREST PAYABLE AND SIMILAR CHARGES

	2007 £	2006 £
Other interest payable	1,667	2,214
Hire purchase	<u>2,196</u>	<u>2,858</u>
	<u>3,863</u>	<u>5,072</u>

P D R Construction Ltd

Notes to the Financial Statements - continued for the year ended 31st March 2007

5 TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows

	2007 £	2006 £
Current tax		
UK corporation tax	23,228	164,576
Over provision in previous year	<u>(4,405)</u>	<u>-</u>
Total current tax	18,823	164,576
Deferred tax	<u>(9,814)</u>	<u>3,567</u>
Tax on profit on ordinary activities	<u>9,009</u>	<u>168,143</u>

Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below

	2007 £	2006 £
Profit on ordinary activities before tax	<u>71,481</u>	<u>545,523</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 30% (2006 - 30%)	21,444	163,657
Effects of		
Depreciation in excess of capital allowances	2,722	(2,519)
Expenses not deductible for tax purposes	23,735	24,569
Marginal relief	-	(23,968)
Loss on sale of fixed assets	245	2,837
Indexation allowance	(11,471)	-
Small companies relief	(13,447)	-
Over provision in previous year	<u>(4,405)</u>	<u>-</u>
Current tax charge	<u>18,823</u>	<u>164,576</u>

P D R Construction Ltd

Notes to the Financial Statements - continued for the year ended 31st March 2007

6 TANGIBLE FIXED ASSETS

	Investment properties £	Improvements to property £	Fixtures and fittings £	Motor vehicles £	Totals £
COST OR VALUATION					
At 1st April 2006	1,786,767	209,738	417,206	166,181	2,579,892
Additions	619,140	-	58,690	-	677,830
Disposals	(482,037)	-	(106,182)	(10,925)	(599,144)
Revaluations	250,000	-	-	-	250,000
At 31st March 2007	<u>2,173,870</u>	<u>209,738</u>	<u>369,714</u>	<u>155,256</u>	<u>2,908,578</u>
DEPRECIATION					
At 1st April 2006	-	52,149	230,509	40,413	323,071
Charge for year	-	15,259	67,061	37,776	120,096
Eliminated on disposal	-	-	(104,398)	(8,649)	(113,047)
At 31st March 2007	-	<u>67,408</u>	<u>193,172</u>	<u>69,540</u>	<u>330,120</u>
NET BOOK VALUE					
At 31st March 2007	<u>2,173,870</u>	<u>142,330</u>	<u>176,542</u>	<u>85,716</u>	<u>2,578,458</u>
At 31st March 2006	<u>1,786,767</u>	<u>157,589</u>	<u>186,697</u>	<u>125,768</u>	<u>2,256,821</u>

Investment properties comprise

A completed property has been revalued in the year and is held at its open market valuation of £1,050,000. The valuation dated 12th December 2006 was made by Scotts Chartered Surveyors.

A second property is held at the directors' valuation as at 31st March 2007, which approximates to its cost of £253,145.

Investment properties relating solely to land or properties under construction are included at cost.

No provision has been made for corporation tax which would be payable if the properties were disposed of at the valuation figures adopted in the accounts. The potential liability is disclosed in note 14.

P D R Construction Ltd

Notes to the Financial Statements - continued for the year ended 31st March 2007

6 TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows

	Motor vehicles £
COST OR VALUATION	
At 1st April 2006	
and 31st March 2007	<u>118,600</u>
DEPRECIATION	
At 1st April 2006	22,238
Charge for year	<u>29,650</u>
At 31st March 2007	<u>51,888</u>
NET BOOK VALUE	
At 31st March 2007	<u>66,712</u>
At 31st March 2006	<u>96,362</u>

7 STOCKS

	2007 £	2006 £
Work-in-progress	1,250,050	336,606
Finished goods	<u>641,167</u>	<u>-</u>
	<u>1,891,217</u>	<u>336,606</u>

8 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2007 £	2006 £
Trade debtors	3,785,476	5,880,302
Amounts recoverable on contract	1,473,897	2,391,078
Other debtors	189,573	159,090
Prepayments and accrued income	<u>130,438</u>	<u>223,429</u>
	<u>5,579,384</u>	<u>8,653,899</u>

9 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2007 £	2006 £
Bank loans and overdrafts (see note 11)	976,894	-
Hire purchase contracts (see note 12)	15,722	45,493
Trade creditors	6,855,017	11,675,846
Tax	24,439	164,576
Social security and other taxes	216,522	266,163
Other creditors	8,729	3,648
Accruals and deferred income	<u>147,585</u>	<u>104,746</u>
	<u>8,244,908</u>	<u>12,260,472</u>

P D R Construction Ltd

Notes to the Financial Statements - continued for the year ended 31st March 2007

10 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2007 £	2006 £
Hire purchase contracts (see note 12)	<u>-</u>	<u>15,722</u>

11 LOANS

An analysis of the maturity of loans is given below

	2007 £	2006 £
Amounts falling due within one year or on demand		
Bank loans	<u>976,894</u>	<u>-</u>

12 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	2007 £	Hire purchase contracts 2006 £
Net obligations repayable		
Within one year	15,722	45,493
Between one and five years	<u>-</u>	<u>15,722</u>
	<u>15,722</u>	<u>61,215</u>

The following operating lease payments are committed to be paid within one year

	Land and buildings		Other operating leases	
	2007 £	2006 £	2007 £	2006 £
Expiring				
Within one year	6,000	-	24,101	9,540
Between one and five years	-	-	93,372	92,755
In more than five years	<u>157,845</u>	<u>157,845</u>	<u>-</u>	<u>-</u>
	<u>163,845</u>	<u>157,845</u>	<u>117,473</u>	<u>102,295</u>

13 SECURED DEBTS

The following secured debts are included within creditors

	2007 £	2006 £
Bank loans	<u>976,894</u>	<u>-</u>

P D R Construction Ltd

Notes to the Financial Statements - continued for the year ended 31st March 2007

14 PROVISIONS FOR LIABILITIES

	2007 £	2006 £
Deferred tax	<u>11,517</u>	<u>21,331</u>
		Deferred tax £
Balance at 1st April 2006		21,331
Transfer to profit and loss account		(13,336)
Under provision in previous year		<u>3,522</u>
Balance at 31st March 2007		<u>11,517</u>

No provision has been made for tax in respect of revaluation surpluses arising on investment properties. At 31st March 2007 the potential charge was £82,210 (2006 £73,502)

15 CALLED UP SHARE CAPITAL

Authorised Number	Class	Nominal value	2007 £	2006 £
9,000	'A' Ordinary shares	1	<u>9,000</u>	9,000
1,000	'B' Ordinary shares	1	<u>1,000</u>	<u>1,000</u>
			<u>10,000</u>	<u>10,000</u>

Allotted, issued and fully paid Number	Class	Nominal value	2007 £	2006 £
90	'A' Ordinary shares	1	<u>90</u>	90
21	'B' Ordinary shares	1	<u>21</u>	<u>21</u>
			<u>111</u>	<u>111</u>

16 RESERVES

	Profit and loss account £	Share premium £	Revaluation reserve £	Capital redemption reserve £	Totals £
At 1st April 2006	2,408,706	22,494	245,008	5	2,676,213
Profit for the year	62,472				62,472
Revaluation	-	-	250,000	-	250,000
At 31st March 2007	<u>2,471,178</u>	<u>22,494</u>	<u>495,008</u>	<u>5</u>	<u>2,988,685</u>

P D R Construction Ltd

Notes to the Financial Statements - continued for the year ended 31st March 2007

17 PENSION COMMITMENTS

The company operates a small self administered defined contribution pension scheme in respect of two of the directors and a defined contribution scheme in respect of certain directors and employees. The total charge for pension costs for the year under these schemes was £29,752 (2006 £23,735). Amounts accrued at 31st March, 2007 were £3,936 (2006 £3,309).

18 CAPITAL COMMITMENTS

	2007 £	2006 £
Contracted but not provided for in the financial statements	-	-

19 TRANSACTIONS WITH DIRECTORS

The following loans to directors subsisted during the years ended 31st March 2007 and 31st March 2006

	2007 £	2006 £
P Dransfield		
Balance outstanding at start of year	81,990	378,289
Balance outstanding at end of year	80,613	81,990
Maximum balance outstanding during year	<u>128,975</u>	<u>384,917</u>
D H Maughan		
Balance outstanding at start of year	28,913	24,756
Balance outstanding at end of year	59,408	28,913
Maximum balance outstanding during year	<u>69,330</u>	<u>28,913</u>
L R Newsham		
Balance outstanding at start of year	8,784	5,000
Balance outstanding at end of year	19,915	8,784
Maximum balance outstanding during year	<u>41,484</u>	<u>8,784</u>

The loans are interest free and repayable on demand

During the year the company let leasehold property from P Dransfield and J Dransfield on normal commercial terms. The charge during the year amounted to £102,845 (2006 £102,845).

During the year, the company let leasehold property from the PDR Construction Limited Pension Scheme for a total sum of £55,000 (2006 £55,000).

P D R Construction Ltd

Notes to the Financial Statements - continued for the year ended 31st March 2007

20 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2007 £	2006 £
Profit for the financial year	62,472	377,380
Other recognised gains and losses relating to the year (net)	250,000	-
Additional premium on shares already issued	-	6,284
Net addition to shareholders' funds	312,472	383,664
Opening shareholders' funds	<u>2,676,324</u>	<u>2,292,660</u>
Closing shareholders' funds	<u>2,988,796</u>	<u>2,676,324</u>

21 CONTROL RELATIONSHIPS

The company was controlled throughout the current and previous year by one of the directors, P Dransfield, by virtue of his majority holding of the ordinary shares of the company