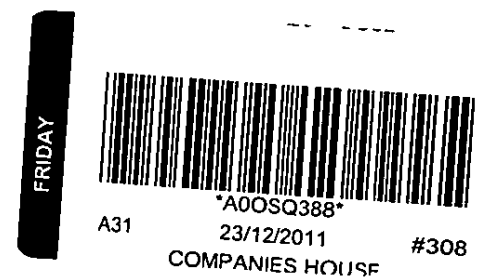


Company Registration No 03716462 (England and Wales)

**ASCOT ENVIRONMENTAL LIMITED**  
**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2011**



# ASCOT ENVIRONMENTAL LIMITED

## COMPANY INFORMATION

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**Directors**

J Hennessey  
D Quarmby  
M Harvey  
P Jones  
P Sanderson  
P Warters

**Secretary**

D Quarmby

**Company number**

03716462

**Registered office**

Regency House  
45 - 51 Chorley New Road  
Bolton  
BL1 4QR

**Auditors**

Cowgill Holloway LLP  
Regency House  
45 - 51 Chorley New Road  
Bolton  
BL1 4QR

**Bankers**

Barclays Bank Plc, Commercial Banking  
7th Floor  
1 Marsden Street  
Manchester  
M2 1HW

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# ASCOT ENVIRONMENTAL LIMITED

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Schedule of distribution and administrative costs	22

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# **ASCOT ENVIRONMENTAL LIMITED**

## **DIRECTORS' REPORT**

***FOR THE YEAR ENDED 31 MARCH 2011***

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The directors present their report and financial statements for the year ended 31 March 2011

### **Principal activities and review of the business**

The principal activity of the company is that of environmental engineering

The company continues to face challenges imposed by current and proposed legislation. We feel that the risks are being managed and the relevant Companies have gained ISO 90001, ISO 140001 and ISO 180001 which enables procedures to be put in place to manage these risks and ensure our insurers are confident of good working practices

We continue to utilise the services of third party contractors, not directly under our control. Throughout our trading history, we have identified contractors who have been proved to supply a high standard of service, allowing us to mitigate the risk of non-delivery by our suppliers. We vet all suppliers thoroughly prior to engaging their services, to ensure that they meet our requirements for environmental impact, health & safety, quality and financial stability.

We recognise our responsibility to provide our workforce and contractors with a safe place of work and provide an adequate degree of training suitable to their needs. The Company holds ISO 180001 for safety procedure and engages employee training to CSCS standard.

Inherent risks arise from the specialist services which we provide. We ensure that we employ the relevant professionals to provide oversight to all our activities, and carry suitable levels of insurance to indemnify the company against financial loss.

The contracts undertaken by the company are liable to several terms and conditions. The Directors consider the risk profile involved within all contracts and endeavour not to expose the company to any onerous conditions and therefore mitigate our exposure and risk.

### **Results and dividends**

The results for the year are set out on page 5.

### **Directors**

The following directors have held office since 1 April 2010:

J Hennessey  
D Quarmby  
M Harvey  
P Jones  
P Sanderson  
P Warters

### **Auditors**

Cowgill Holloway LLP were appointed auditors to the company and in accordance with section 485 of the Companies Act 2006, and are deemed to be reappointed under section 487(2) of the Companies Act 2006.

# ASCOT ENVIRONMENTAL LIMITED

## DIRECTORS' REPORT (CONTINUED)

**FOR THE YEAR ENDED 31 MARCH 2011**

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### Statement of directors' responsibilities

The directors are responsible for preparing the Directors' 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). 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 profit or loss of the company for that period. In preparing these financial statements, the directors are required to

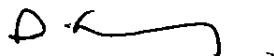
- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- 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 adequate accounting records that are sufficient to show and explain the company's transactions and 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 2006. 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.

### Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company'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 company's auditors are aware of that information.

On behalf of the board



D Quarmby

Director

21 December 2011

# **ASCOT ENVIRONMENTAL LIMITED**

## **INDEPENDENT AUDITORS' REPORT**

### **TO THE MEMBERS OF ASCOT ENVIRONMENTAL LIMITED**

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We have audited the financial statements of Ascot Environmental Limited for the year ended 31 March 2011 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 directors and auditors**

As explained more fully in the Directors' Responsibilities Statement set out on pages 1 - 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 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 Directors' Report 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.

#### **Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 March 2011 and of its 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.

#### **Opinion on other matter 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.

# ASCOT ENVIRONMENTAL LIMITED

## INDEPENDENT AUDITORS' REPORT (CONTINUED)

### TO THE MEMBERS OF ASCOT ENVIRONMENTAL LIMITED

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



**Stuart Stead (Senior Statutory Auditor)**  
for and on behalf of Cowgill Holloway LLP

21 December 2011

**Chartered Accountants**  
**Statutory Auditor**

Regency House  
45 - 51 Chorley New Road  
Bolton  
BL1 4QR

# ASCOT ENVIRONMENTAL LIMITED

## PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2011

		2011	2010
	Notes	£	as restated £
Turnover	2	29,055,202	39,296,303
Cost of sales		(22,898,490)	(31,599,596)
<b>Gross profit</b>		<b>6,156,712</b>	<b>7,696,707</b>
Administrative expenses		(4,421,383)	(5,730,384)
Other operating income		643,988	679,212
<b>Operating profit</b>	<b>3</b>	<b>2,379,317</b>	<b>2,645,535</b>
Investment income	4	(22,833)	254,762
Other interest receivable and similar income	4	2,258	12,687
Interest payable and similar charges	5	(148,446)	(139,759)
<b>Profit on ordinary activities before taxation</b>		<b>2,210,296</b>	<b>2,773,225</b>
Tax on profit on ordinary activities	6	(37,800)	629,089
<b>Profit for the year</b>	<b>16</b>	<b>2,172,496</b>	<b>3,402,314</b>

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



# ASCOT ENVIRONMENTAL LIMITED

## STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

**FOR THE YEAR ENDED 31 MARCH 2011**

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		2011	2010
	Notes	£	as restated £
Profit for the financial year		2,172,496	3,402,314
Prior year adjustment	16	(459,787)	-
Total gains and losses recognised since last financial statements		<u>1,712,709</u>	<u>3,402,314</u>


# ASCOT ENVIRONMENTAL LIMITED

## BALANCE SHEET

AS AT 31 MARCH 2011

		2011		2010 as restated	
	Notes	£	£	£	£
<b>Fixed assets</b>					
Tangible assets	7 and 8		318,802		343,679
<b>Current assets</b>					
Debtors	9	31,473,147		30,389,604	
Investments	10	-		84,600	
Cash at bank and in hand		77,121		14,882	
		<u>31,550,268</u>		<u>30,489,086</u>	
<b>Creditors amounts falling due within one year</b>	11	<u>(13,668,587)</u>		<u>(13,621,201)</u>	
<b>Net current assets</b>			17,881,681		16,867,885
<b>Total assets less current liabilities</b>			18,200,483		17,211,564
<b>Creditors amounts falling due after more than one year</b>	12		(3,016,423)		(4,200,000)
			<u>15,184,060</u>		<u>13,011,564</u>
<b>Capital and reserves</b>					
Called up share capital	15		1,000		1,000
Profit and loss account	16		15,183,060		13,010,564
<b>Shareholders' funds</b>	17		<u>15,184,060</u>		<u>13,011,564</u>

Approved by the Board and authorised for issue on 21 December 2011

  
D Quarmby  
Director

Company Registration No. 03716462

# ASCOT ENVIRONMENTAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2011

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### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention

The company has taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from the requirement to produce a cash flow statement on the grounds that it is a subsidiary undertaking where 90 percent or more of the voting rights are controlled within the group and consolidated accounts are prepared

#### 1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

#### 1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts

#### 1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows

Plant and machinery	20% and 33% straight line
Fixtures, fittings & equipment	15% straight line
Motor vehicles	22% straight line

Investment properties are included in the balance sheet at their open market value. Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years

Although this accounting policy is in accordance with the applicable accounting standard, SSAP 19, Accounting for investment properties, it is a departure from the general requirement of the Companies Act 2006 for all tangible assets to be depreciated. In the opinion of the directors compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified

#### 1.5 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period

Rentals payable under operating leases are charged against income on a straight line basis over the lease term

#### 1.6 Investments

Current asset investments are stated at the lower of cost and net realisable value

# ASCOT ENVIRONMENTAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

### 1 Accounting policies

(continued)

#### 1.7 Long term contracts

Amounts recoverable on long term contracts, which are included in debtors, are stated at the net sales value of the work done after provision for contingencies and anticipated future losses on contracts, less amounts received as progress payments on account. Excess progress payments are included in creditors as payments on account.

#### 1.8 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

#### 1.9 Deferred taxation

Deferred tax is recognised in respect of all timing differences which have originated but not reversed at the balance sheet date. Timing differences are differences between taxable profits and the results as stated in the financial statements which arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

A net deferred tax asset is regarded as recoverable and therefore recognised only when it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of underlying timing differences can be deducted.

Deferred tax is not recognised when fixed assets are revalued unless by the balance sheet date there is a binding agreement to sell the revalued asset and the resulting gain or loss has been recognised in the financial statements. Neither is deferred tax recognised when fixed assets are sold and it is more likely than not that the taxable gain will be rolled over, being charged to tax only if and when the replacement assets are sold.

Deferred tax is measured at the average tax rates which are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws which have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non - discounted basis.

### 2 Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

### 3 Operating profit

	2011 £	2010 £
Operating profit is stated after charging		
Depreciation of tangible assets	40,766	136,475
Operating lease rentals		
- Motor vehicles	2,439	257
- Other assets	70,109	72,717
Fees payable to the company's auditor for the audit of the company's annual accounts	17,000	17,000
and after crediting		
Profit on disposal of tangible assets	(211,567)	(25,814)

# ASCOT ENVIRONMENTAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

4	Investment income	2011	2010
		£	£
	Income from fixed asset investments	(22,833)	254,762
	Bank interest	2,258	12,687
		<u>(20,575)</u>	<u>267,449</u>
5	Interest payable	2011	2010
		£	£
	On bank loans and overdrafts	147,021	138,934
	Hire purchase interest	1,425	825
		<u>148,446</u>	<u>139,759</u>

# ASCOT ENVIRONMENTAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2011

6	Taxation	2011 £	2010 £
	<b>Domestic current year tax</b>		
	Adjustment for prior years	-	(580,551)
	<b>Total current tax</b>	-	(580,551)
	<b>Deferred tax</b>		
	Deferred tax charge credit current year	37,800	(10,023)
	Deferred tax adjust re previous year	-	(38,515)
		37,800	(48,538)
		37,800	(629,089)
	<b>Factors affecting the tax charge for the year</b>		
	Profit on ordinary activities before taxation	2,210,296	2,773,225
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 21.00% (2010 - 21.00%)	464,162	582,377
	<b>Effects of</b>		
	Non deductible expenses	12,120	12,664
	Depreciation add back	(34,160)	28,660
	Capital allowances	(3,100)	(13,216)
	Tax losses utilised	(439,022)	(566,493)
	Adjustments to previous periods	-	(580,551)
	Chargeable disposals	-	14,942
	Dividends and distributions received	-	(22,662)
	Other tax adjustments	-	(36,272)
		(464,162)	(1,162,928)
	<b>Current tax charge for the year</b>	-	(580,551)

# ASCOT ENVIRONMENTAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2011

#### 7 Tangible fixed assets

	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£
<b>Cost</b>				
At 1 April 2010	819,724	69,875	193,683	1,083,282
Additions	-	-	24,722	24,722
Disposals	(530,000)	-	(60,157)	(590,157)
At 31 March 2011	289,724	69,875	158,248	517,847
<b>Depreciation</b>				
At 1 April 2010	800,816	53,585	154,202	1,008,603
On disposals	(521,167)	-	(60,157)	(581,324)
Charge for the year	1,774	13,734	25,258	40,766
At 31 March 2011	281,423	67,319	119,303	468,045
<b>Net book value</b>				
At 31 March 2011	8,301	2,556	38,945	49,802
At 31 March 2010	18,908	16,290	39,481	74,679

Included above are assets held under finance leases or hire purchase contracts as follows

	Motor vehicles £
<b>Net book values</b>	
At 31 March 2011	29,025
At 31 March 2010	12,314
<b>Depreciation charge for the year</b>	
At 31 March 2011	8,011
At 31 March 2010	4,838

# ASCOT ENVIRONMENTAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

### 8 Tangible fixed assets

	Investment properties as restated £
<b>Cost</b>	
At 1 April 2010 & at 31 March 2011	269,000
<b>Net book value</b>	
At 31 March 2011	269,000
At 31 March 2010	269,000

### 9 Debtors

	2011 £	2010 £
Trade debtors	5,263,750	5,566,167
Amounts owed by parent and fellow subsidiary undertakings	25,916,882	23,155,090
Corporation tax	-	580,551
Other debtors	130,900	865,193
Prepayments and accrued income	150,877	174,065
Deferred tax asset (see note 13)	10,738	48,538
	<u>31,473,147</u>	<u>30,389,604</u>

Amounts falling due after more than one year and included in the debtors above are

	2011 £	2010 £
Amounts owed by group undertakings	<u>250,000</u>	<u>250,000</u>



# ASCOT ENVIRONMENTAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2011

10 Current asset investments	2011	2010 as restated
	£	£
Listed investments	-	84,600

Investments having a net book value of £nil (2010 £84,600) are listed on a recognised stock exchange and had a market value of £nil at the year end (2010 £47,025) The company's bankers held a legal charge over certain listed investments above

11 Creditors: amounts falling due within one year	2011	2010 as restated
	£	£
Bank loans and overdrafts	1,208,047	2,495,050
Net obligations under hire purchase contracts	5,533	7,330
Trade creditors	8,809,914	9,277,166
Corporation tax	-	484,076
Other taxes and social security costs	402,971	365,119
Directors' current accounts	1,826,000	-
Other creditors	1,359,231	933,422
Accruals and deferred income	56,891	59,038
	<u>13,668,587</u>	<u>13,621,201</u>

Net obligations under finance lease and hire purchase contracts are secured by fixed charges on the assets concerned

Any bank borrowings are secured by way of first charges over particular listed investments held by the company, first legal charge over freehold land and buildings under construction within Scotgen (Dumfries) Limited, and a charge over book debts of the company

The bank also holds an unlimited guarantee with Scotgen (Dumfries) Limited, together with cross company guarantees with UK Capital Ventures Holdings Limited and Planet Advantage Limited

# ASCOT ENVIRONMENTAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

12 Creditors amounts falling due after more than one year	2011 £	2010 £
Bank loans	3,000,000	4,200,000
Net obligations under hire purchase contracts	16,423	-
	<u>3,016,423</u>	<u>4,200,000</u>
<b>Analysis of loans</b>		
Wholly repayable within five years	4,200,000	5,400,000
	<u>4,200,000</u>	<u>5,400,000</u>
Included in current liabilities	(1,200,000)	(1,200,000)
	<u>3,000,000</u>	<u>4,200,000</u>
<b>Loan maturity analysis</b>		
In more than one year but not more than two years	1,200,000	1,200,000
In more than two years but not more than five years	1,800,000	3,000,000
	<u>3,000,000</u>	<u>4,200,000</u>
Net obligations under finance lease and hire purchase contracts are secured by fixed charges on the assets concerned		
<b>Net obligations under hire purchase contracts</b>		
Repayable within one year	5,533	7,330
Repayable between one and five years	16,423	-
	<u>21,956</u>	<u>7,330</u>
Included in liabilities falling due within one year	(5,533)	(7,330)
	<u>16,423</u>	<u>-</u>

Any bank borrowings are secured by way of first charges over particular listed investments held by the company, first legal charge over freehold land and buildings under construction within Scotgen (Dumfries) Limited, and a charge over book debts of the company

The bank also holds an unlimited guarantee with Scotgen (Dumfries) Limited, together with cross company guarantees with UK Capital Ventures Holdings Limited and Planet Advantage Limited

# ASCOT ENVIRONMENTAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

### 13 Provisions for liabilities

The deferred tax asset (included in debtors, note 9) is made up as follows.

	2011 £
Balance at 1 April 2010	(48,538)
Profit and loss account	37,800
	<hr/>
Balance at 31 March 2011	(10,738) <hr/>

	2011 £	2010 £
Decelerated capital allowances	(10,738) <hr/>	(48,538) <hr/>

### 14 Pension and other post-retirement benefit commitments Defined contribution

	2011 £	2010 £
Contributions payable by the company for the year	19,130 <hr/>	21,845 <hr/>

### 15 Share capital

	2011 £	2010 £
Allotted, called up and fully paid 1,000 Ordinary shares of £1 each	1,000 <hr/>	1,000 <hr/>

# ASCOT ENVIRONMENTAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

### 16 Statement of movements on profit and loss account

	Profit and loss account as restated £
Balance at 1 April 2010 as previously reported	13,470,351
Prior year adjustment	(459,787)
Balance at 1 April 2010 as restated	13,010,564
Profit for the year	2,172,496
Balance at 31 March 2011	15,183,060

### 17 Reconciliation of movements in shareholders' funds

	2011 £	2010 £
Profit for the financial year	2,172,496	3,402,314
Opening shareholders' funds	13,011,564	9,609,250
Closing shareholders' funds	15,184,060	13,011,564

### 18 Financial commitments

At 31 March 2011 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 March 2012

	Land and buildings	
	2011 £	2010 £
Operating leases which expire Between two and five years	48,000	48,000

# ASCOT ENVIRONMENTAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2011

---

19 Directors' remuneration	2011 £	2010 £
Remuneration for qualifying services	544,593	724,260
Company pension contributions to defined contribution schemes	19,130	21,845
	<u>563,723</u>	<u>746,105</u>

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 1 (2010 - 1)

Remuneration disclosed above include the following amounts paid to the highest paid director

Remuneration for qualifying services	<u>138,000</u>	<u>266,000</u>
--------------------------------------	----------------	----------------

#### 20 Transactions with directors

The property occupied by the company is owned by J S Hennessey pension scheme J S Hennessey is a director of Ascot Environmental Limited In the year, the company paid rent to J S Hennessey pension scheme of £48,000 (2010 £48,000) The company was loaned £2,000,000 by J Hennessey during the year The company repaid £175,000 of the amount loaned and was charged interest of £3,236 At the year end, the company owed J S Hennessey £1,826,000 (2010 £309,293 debtor) The 2010 overdrawn loan of £309,293 was cleared by a further cash receipt in the year from J S Hennessey of £310,293

# ASCOT ENVIRONMENTAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

### 21 Employees

#### Number of employees

The average monthly number of employees (including directors) during the year was

	2011 Number	2010 Number
Production staff	52	67
Management staff	31	26
	<u>83</u>	<u>93</u>

#### Employment costs

	2011 £	2010 £
Wages and salaries	3,164,033	3,564,273
Social security costs	339,407	402,894
Other pension costs	19,130	21,845
	<u>3,522,570</u>	<u>3,989,012</u>

### 22 Prior Year Adjustments

A prior year adjustment has been processed to reflect a cash payment made to Nationwide Plant Hire Limited of £555,000

The value of current asset investments have been reduced by £1,480,426 to reflect the disposal of shares made in the prior year to J S Hennessey. A loss on the disposal of these shares totaling £459,787 has been reflected through the restated 2010 comparatives

Investment properties totalling £269,000 have been reflected in the prior year as this is the year in which they were acquired

### 23 Control

UK Capital Ventures Holdings Limited, incorporated in England and Wales, is the company's ultimate holding company. The ultimate controlling party of the company is Mr J S Hennessey, a director of the company, by virtue of his majority shareholding in UK Capital Venture Holdings Limited

# **ASCOT ENVIRONMENTAL LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

### ***FOR THE YEAR ENDED 31 MARCH 2011***

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#### **24 Related party relationships and transactions**

The company has taken advantage of the exemption in Financial Reporting Standard Number 8 from the requirement to disclose transactions with group companies on the grounds that consolidated financial statements are prepared by the ultimate parent company

During the year, the company made purchases of £1,818,876 (2010 £2,620,507) from Nationwide Plant Hire Limited, a company under common control. A management fee of £643,988 (2010 £679,212) was charged to Nationwide Plant Hire Limited. At the year end, the company owed Nationwide Plant Hire Limited £501,230 (2010 £888,402).

At the year end, the company is due £130,000 (2010 £130,000) from Rockmist Limited, a company under common control.

A loan of £812,980 (2010 £800,000) was received in the year from Cyclamax Holdings Limited, a company under common control. At the year end, the company owed Cyclamax Holdings Limited £858,000 (2010 £45,020).