

**ASCOT ENVIRONMENTAL LIMITED  
DIRECTORS' REPORT AND ACCOUNTS**

**for the year ended  
31st March 2009**

**Company Registration Number 3716462**



**MITCHELL CHARLESWORTH**  
Chartered Accountants  
Manchester

# **ASCOT ENVIRONMENTAL LIMITED**

## **Accounts**

**Year ended 31st March 2009**

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# **ASCOT ENVIRONMENTAL LIMITED**

## **Officers and Professional Advisers**

### **The board of directors**

J S Hennessey  
D I Quarmby  
M Harvey  
T Hodgkinson  
P Sanderson  
P Jones  
P Warters

### **Company secretary**

D I Quarmby

### **Registered office**

6th Floor  
Brazennose House West  
Brazennose Street  
Manchester  
M2 5FE

### **Auditor**

Mitchell Charlesworth  
Chartered Accountants  
Registered Auditor  
Brazennose House West  
Brazennose Street  
Manchester  
M2 5FE

### **Bankers**

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

# **ASCOT ENVIRONMENTAL LIMITED**

## **The Directors' Report**

### **Year ended 31st March 2009**

The directors present their report and the accounts of the company for the year ended 31st March 2009.

### **Principal activities and business review**

The principal activity of the company is that of environmental engineering.

In general the underlying waste related services have maintained turnover levels and performed well, however, the general construction development works related to both commercial and housing have been affected by the economic downturn and margins have been tightened and workload diminished since September 2008, resulting in a fall of both turnover and profit.

### **Future developments**

The company has trimmed down resources related to speculative development works to reflect the ongoing cut-backs in the economy. Our general waste related works turnover will be affected by the tightening of capital expenditure and this will be reflected on our year end 2010 accounts, although margins should be maintained. The commissioning of the Waste to Energy plant in August 2009 should provide opportunity for Ascot to develop as an EPC contractor and this should show through in 2010-2011. Our resources are now streamlined to tackle the ongoing challenging markets.

### **Results and dividends**

The profit for the year, after taxation, amounted to £1,429,647. The directors have not recommended a dividend.

### **Financial risk management objectives and policies**

This information is not considered material for the assessment of the assets, liabilities, financial position and profit or loss of the company, by the directors.

### **Research and development**

We continue to explore new markets and development opportunities and ongoing research and development is being undertaken to improve the technical services we can offer to our clients.

### **Directors**

The directors who served the company during the year were as follows:

J S Hennessey  
D I Quarmby  
M Harvey  
T Hodgkinson  
P Sanderson

P Jones and P Warters were formally appointed directors on 31 July 2009.

### **Policy on the payment of creditors**

Generally our payment terms are 60 days from the month end invoice which averages a 75 day payment profile

# **ASCOT ENVIRONMENTAL LIMITED**

## **The Directors' Report** *(continued)*

**Year ended 31st March 2009**

### **Auditor**

Mitchell Charlesworth are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

Signed by order of the directors



D I Quarmby  
Company Secretary

Approved by the directors on .....5/8/09..

# **ASCOT ENVIRONMENTAL LIMITED**

## **Statement of Directors' Responsibilities**

**Year ended 31st March 2009**

The directors are responsible for preparing the Annual Report and the accounts in accordance with applicable law and regulations.

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The accounts 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 those accounts, 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 UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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

In so far as the directors are aware:

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

# **Mitchell Charlesworth**

Chartered Accountants

Brazennose House West Brazennose Street Manchester

## **ASCOT ENVIRONMENTAL LIMITED**

### **Independent Auditor's Report to the Shareholders of Ascot Environmental Limited**

**Year ended 31st March 2009**

We have audited the accounts of Ascot Environmental Limited for the year ended 31st March 2009, which have been prepared on the basis of the accounting policies set out on pages 11 to 12.

This report is made solely to the company's shareholders, 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 shareholders those matters we are required to state to them in an auditor's 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of directors and auditor**

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

Our responsibility is to audit the accounts 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 accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the accounts.

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 Directors' Report 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 accounts 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 accounts.

# Mitchell Charlesworth

Chartered Accountants  
Brazennose House West Brazennose Street Manchester

## ASCOT ENVIRONMENTAL LIMITED

### Independent Auditor's Report to the Shareholders of Ascot Environmental Limited (continued)

Year ended 31st March 2009

#### Opinion

In our opinion:

- the accounts 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 2009 and of its profit for the year then ended;
- the accounts have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Directors' Report is consistent with the accounts.

Brazennose House West  
Brazennose Street  
Manchester  
M2 5FE

5.8.09.....

*Mitchell Charlesworth*  
MITCHELL CHARLESWORTH  
Chartered Accountants  
Registered Auditor

# ASCOT ENVIRONMENTAL LIMITED

## Profit and Loss Account

Year ended 31st March 2009

	Note	2009 £	2008 £
<b>Turnover</b>	<b>2</b>	<b>64,888,363</b>	68,308,509
Cost of sales		<u>54,248,906</u>	<u>55,638,972</u>
<b>Gross profit</b>		<b>10,639,457</b>	12,669,537
Administrative expenses		<u>9,696,577</u>	<u>10,521,048</u>
<b>Operating profit</b>	<b>3</b>	<b>942,880</b>	2,148,489
Income from participating interests	6	707,081	799,654
Income from other fixed asset investments	7	160,257	92,380
Interest receivable	8	163,489	241,524
Interest payable and similar charges	9	(90,387)	(59,538)
<b>Profit on ordinary activities before taxation</b>		<u><b>1,883,320</b></u>	<u>3,222,509</u>
Tax on profit on ordinary activities	10	<u>453,673</u>	<u>1,029,711</u>
<b>Profit for the financial year</b>		<u><b>1,429,647</b></u>	<u>2,192,798</u>
Balance brought forward		<u>8,178,603</u>	<u>5,985,805</u>
Balance carried forward		<u><b>9,608,250</b></u>	<u>8,178,603</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.

The notes on pages 11 to 20 form part of these accounts.

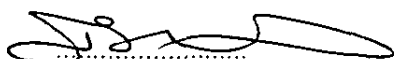
# ASCOT ENVIRONMENTAL LIMITED

## Balance Sheet

31st March 2009

	Note	2009 £	£	2008 £	£
<b>Fixed assets</b>					
Tangible assets	11		213,575		373,302
<b>Current assets</b>					
Debtors	12	27,841,336		20,647,723	
Investments	13	2,216,626		2,511,579	
Cash at bank		1,647,370		3,191,125	
		<u>31,705,332</u>		<u>26,350,427</u>	
<b>Creditors: Amounts falling due within one year</b>	14	<u>17,200,399</u>		<u>18,544,126</u>	
<b>Net current assets</b>			<u>14,504,933</u>		<u>7,806,301</u>
<b>Total assets less current liabilities</b>			<u>14,718,508</u>		<u>8,179,603</u>
<b>Creditors: Amounts falling due after more than one year</b>	15		<u>5,109,258</u>		<u>—</u>
			<u>9,609,250</u>		<u>8,179,603</u>
<b>Capital and reserves</b>					
Called-up equity share capital	19		1,000		1,000
Profit and loss account			<u>9,608,250</u>		<u>8,178,603</u>
<b>Shareholders' funds</b>	20		<u>9,609,250</u>		<u>8,179,603</u>

These accounts were approved by the directors and authorised for issue on 5/8/09, and are signed on their behalf by:



J S Hennessey

The notes on pages 11 to 20 form part of these accounts.

# ASCOT ENVIRONMENTAL LIMITED

## Cash Flow Statement

Year ended 31st March 2009

	Note	2009 £	2008 £
<b>Net cash (outflow)/inflow from operating activities</b>	<b>21</b>	<b>(7,629,291)</b>	<b>1,598,267</b>
<b>Returns on investments and Servicing of finance</b>			
Income from participating interests		707,081	799,654
Income from other current asset investments		160,257	92,380
Interest received		163,489	241,524
Interest paid		(73,890)	(29,690)
Interest element of hire purchase		(16,497)	(29,848)
<b>Net cash inflow from returns on investments and servicing of finance</b>		<b>940,440</b>	<b>1,074,020</b>
<b>Taxation</b>		<b>(723,254)</b>	<b>(1,141,075)</b>
<b>Capital expenditure and financial investment</b>			
Payments to acquire tangible fixed assets		(39,565)	(83,676)
Receipts from sale of fixed assets		7,800	26,000
Receipts from current asset investments		294,953	—
Payment to acquire current asset investments		—	(453,829)
<b>Net cash inflow/(outflow) for capital expenditure and financial investment</b>		<b>263,188</b>	<b>(511,505)</b>
<b>Cash (outflow)/inflow before financing</b>		<b>(7,148,917)</b>	<b>1,019,707</b>
<b>Financing</b>			
Increase in bank loans		5,901,928	—
Capital element of hire purchase		(296,766)	(97,982)
<b>Net cash inflow/(outflow) from financing</b>		<b>5,605,162</b>	<b>(97,982)</b>
<b>(Decrease)/increase in cash</b>		<b>(1,543,755)</b>	<b>921,725</b>

The notes on pages 11 to 20 form part of these accounts.

# ASCOT ENVIRONMENTAL LIMITED

## Cash Flow Statement *(continued)*

Year ended 31st March 2009

### Reconciliation of net cash flow to movement in net debt

	2009		2008	
	£	£	£	£
(Decrease)/increase in cash in the period	(1,543,755)		921,725	
Net cash (inflow) from bank loans	(5,901,928)		—	
Cash outflow in respect of hire purchase	<u>296,766</u>		<u>97,982</u>	
	(7,148,917)		1,019,707	
Change in net debt	(7,148,917)		1,019,707	
Net funds at 1 April 2008	<u>2,826,699</u>		<u>1,806,992</u>	
Net debt at 31 March 2009	<u>(4,322,218)</u>		<u>2,826,699</u>	

### Analysis of changes in net debt

	At 1 Apr 2008 £	Cash flows £	At 31 Mar 2009 £
Net cash:			
Cash in hand and at bank	<u>3,191,125</u>	<u>(1,543,755)</u>	<u>1,647,370</u>
Debt:			
Debt due within 1 year	—	(800,000)	(800,000)
Debt due after 1 year	—	(5,101,928)	(5,101,928)
Hire purchase agreements	<u>(364,426)</u>	<u>296,766</u>	<u>(67,660)</u>
	<u>(364,426)</u>	<u>(5,605,162)</u>	<u>(5,969,588)</u>
Net debt	<u>2,826,699</u>	<u>(7,148,917)</u>	<u>(4,322,218)</u>

The notes on pages 11 to 20 form part of these accounts.

# **ASCOT ENVIRONMENTAL LIMITED**

## **Notes to the Accounts**

**Year ended 31st March 2009**

### **1. Accounting policies**

#### **Basis of accounting**

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

#### **Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

In respect of long-term contracts and contracts for on-going services, 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.

#### **Research and development**

Research and development expenditure is written off in the year in which it is incurred.

#### **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:

Plant & Machinery	-	20% straight line
Fixtures & Fittings	-	15% straight line
Motor Vehicles	-	22% straight line
Computer Equipment	-	33 1/3% straight line

#### **Hire purchase agreements**

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

#### **Operating lease agreements**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

#### **Pension costs**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

# ASCOT ENVIRONMENTAL LIMITED

## Notes to the Accounts

Year ended 31st March 2009

### 1. Accounting policies *(continued)*

#### Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the Balance Sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less tax.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the Balance Sheet date.

#### Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

#### 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.

#### Investments

Current asset investments are stated at the lower of their purchase price and net realisable value. The purchase price is inclusive of any incidental costs of their acquisition.

### 2. Turnover

The turnover and profit before tax are attributable to the one principal activity of the company. An analysis of turnover is given below:

	2009	2008
	£	£
United Kingdom	64,888,363	68,308,509

# ASCOT ENVIRONMENTAL LIMITED

## Notes to the Accounts

Year ended 31st March 2009

### 3. Operating profit

Operating profit is stated after charging/(crediting):

	2009 £	2008 £
Depreciation of owned fixed assets	173,254	103,922
Depreciation of assets held under hire purchase agreements	26,038	149,625
Profit on disposal of fixed assets	(7,800)	(21,834)
Hire of plant and machinery	17,268,622	20,025,694
Research and development costs	1,051,908	1,038,236
Auditor's remuneration - audit of the accounts	18,000	18,000
Auditor's remuneration - other fees	7,325	7,650
	<u>2009 £</u>	<u>2008 £</u>
Auditor's remuneration - audit of the accounts	18,000	18,000
Auditor's remuneration - other fees:		
- Taxation services	3,000	3,025
- Payroll services	4,325	4,625
	<u>7,325</u>	<u>7,650</u>

### 4. Particulars of employees

The average number of staff employed by the company during the financial year amounted to:

	2009 No	2008 No
Number of production staff	101	118
Number of management staff	29	33
	<u>130</u>	<u>151</u>

The aggregate payroll costs of the above were:

	2009 £	2008 £
Wages and salaries	5,681,971	6,787,609
Social security costs	915,726	746,465
Other pension costs	360,751	465,352
	<u>6,958,448</u>	<u>7,999,426</u>

# ASCOT ENVIRONMENTAL LIMITED

## Notes to the Accounts

Year ended 31st March 2009

### 5. Directors' emoluments

The directors' aggregate emoluments in respect of qualifying services were:

	2009	2008
	£	£
Emoluments receivable	1,053,147	1,943,209
Value of company pension contributions to money purchase schemes	166,718	225,000
	<u>1,219,865</u>	<u>2,168,209</u>

### Emoluments of highest paid director:

	2009	2008
	£	£
Total emoluments (excluding pension contributions)	703,637	1,052,869
Value of company pension contributions to money purchase schemes	166,718	225,000
	<u>870,355</u>	<u>1,277,869</u>

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

	2009	2008
	No	No
Money purchase schemes	<u>1</u>	<u>1</u>

### 6. Income from participating interests

	2009	2008
	£	£
Management charges receivable	<u>707,081</u>	<u>799,654</u>

### 7. Income from other fixed asset investments

	2009	2008
	£	£
Income from current asset investments	105,210	92,380
Profit on sales of current asset investments	55,047	—
	<u>160,257</u>	<u>92,380</u>

### 8. Interest receivable

	2009	2008
	£	£
Bank interest receivable	<u>163,489</u>	<u>241,524</u>

# ASCOT ENVIRONMENTAL LIMITED

## Notes to the Accounts

Year ended 31st March 2009

### 9. Interest payable and similar charges

	2009	2008
	£	£
Interest payable on bank borrowing	73,890	13,800
Finance charges	16,497	29,848
Other similar charges payable	—	15,890
	<u>90,387</u>	<u>59,538</u>

### 10. Taxation on ordinary activities

#### (a) Analysis of charge in the year

	2009	2008
	£	£
Current tax:		
In respect of the year:		
UK Corporation tax based on the results for the year at 28% (2008 - 30%)	533,000	1,010,500
Over/under provision in prior year	(79,327)	34,361
Total current tax	<u>453,673</u>	<u>1,044,861</u>
Deferred tax:		
Origination and reversal of timing differences		
Other	—	(15,150)
Tax on profit on ordinary activities	<u>453,673</u>	<u>1,029,711</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 28% (2008 - 30%).

	2009	2008
	£	£
Profit on ordinary activities before taxation	<u>1,883,320</u>	<u>3,222,509</u>
Profit on ordinary activities by rate of tax	527,330	966,753
Expenses not allowable for corporation tax	16,143	49,320
Movement in accelerated capital allowances	25,896	22,020
Adjustment in respect of prior year	(79,327)	34,361
Franked investment income	(29,459)	(27,714)
Capital Gain adjustment	(6,987)	—
Sundry tax adjusting items	77	121
Total current tax (note 10(a))	<u>453,673</u>	<u>1,044,861</u>

# ASCOT ENVIRONMENTAL LIMITED

## Notes to the Accounts

Year ended 31st March 2009

### 11. Tangible fixed assets

	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Computer Equipment £	Total £
<b>Cost</b>					
At 1 April 2008	728,644	69,875	187,727	140,240	1,126,486
Additions	—	—	21,990	17,575	39,565
Disposals	—	—	(16,034)	—	(16,034)
<b>At 31 March 2009</b>	<b>728,644</b>	<b>69,875</b>	<b>193,683</b>	<b>157,815</b>	<b>1,150,017</b>
<b>Depreciation</b>					
At 1 April 2008	503,339	39,243	108,923	101,679	753,184
Charge for the year	125,922	7,171	35,819	30,380	199,292
On disposals	—	—	(16,034)	—	(16,034)
<b>At 31 March 2009</b>	<b>629,261</b>	<b>46,414</b>	<b>128,708</b>	<b>132,059</b>	<b>936,442</b>
<b>Net book value</b>					
<b>At 31 March 2009</b>	<b>99,383</b>	<b>23,461</b>	<b>64,975</b>	<b>25,756</b>	<b>213,575</b>
At 31 March 2008	225,305	30,632	78,804	38,561	373,302

### Hire purchase agreements

Included within the net book value of £213,575 is £48,952 (2008 - £218,887) relating to assets held under hire purchase agreements. The depreciation charged to the accounts in the year in respect of such assets amounted to £26,038 (2008 - £149,625).

### 12. Debtors

	2009 £	2008 £
Trade debtors	8,591,546	13,794,510
Amounts owed by group undertakings	18,011,335	6,319,093
Amounts owed by undertakings in which the company has a participating interest	594,394	—
Other debtors	500,900	161,617
Prepayments and accrued income	143,161	372,503
	<b>27,841,336</b>	<b>20,647,723</b>

# ASCOT ENVIRONMENTAL LIMITED

## Notes to the Accounts

Year ended 31st March 2009

### 13. Investments

	2009 £	2008 £
Other investments	<u>2,216,626</u>	<u>2,511,579</u>

#### Listed investments

Investments having a net book value of £2,216,626 (2008 - £2,511,579) are listed on a recognised stock exchange and had a market value of £1,972,400 at the end of the year (2008 - £4,507,200).

The company's bankers hold a legal charge over certain listed investments above.

### 14. Creditors: Amounts falling due within one year

	2009 £	2008 £
Bank loans	800,000	—
Trade creditors	12,394,458	14,863,740
Amounts owed to undertakings in which the company has a participating interest	1,586,322	1,213,964
Other creditors including taxation and social security:		
Corporation tax	328,964	598,545
Other taxation and social security	1,939,406	941,061
Hire purchase agreements	60,330	364,426
Directors current accounts	1,000	1,000
	<u>17,110,480</u>	<u>17,982,736</u>
Accruals and deferred income	89,919	561,390
	<u>17,200,399</u>	<u>18,544,126</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2009 £	2008 £
Bank loans	800,000	—
Hire purchase agreements	60,330	364,426
	<u>860,330</u>	<u>364,426</u>

Any bank borrowings are secured by way of first charges over particular listed investments held by the company and over any credit balances held in certain bank accounts, together with a special charge over the book debts of the company.

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

# ASCOT ENVIRONMENTAL LIMITED

## Notes to the Accounts

Year ended 31st March 2009

### 15. Creditors: Amounts falling due after more than one year

	2009	2008
	£	£
Bank loans and overdrafts	5,101,928	-
Other creditors:		
Hire purchase agreements	7,330	-
	<u>5,109,258</u>	<u>-</u>

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2009	2008
	£	£
Bank loans and overdrafts	5,101,928	-
Hire purchase agreements	7,330	-
	<u>5,109,258</u>	<u>-</u>

The following aggregate liabilities disclosed under creditors falling due after more than one year are due for repayment after more than five years from the balance sheet date:

	2009	2008
	£	£
Bank loans and overdrafts	<u>301,928</u>	<u>-</u>

### 16. Commitments under hire purchase agreements

Future commitments under hire purchase agreements are as follows:

	2009	2008
	£	£
Amounts payable within 1 year	60,330	364,426
Amounts payable between 1 and 2 years	7,330	-
	<u>67,660</u>	<u>364,426</u>

### 17. Commitments under operating leases

At 31st March 2009 the company had annual commitments under non-cancellable operating leases as set out below.

	2009		2008	
	Land and buildings	Other Items	Land and buildings	Other Items
	£	£	£	£
Operating leases which expire:				
Within 2 to 5 years	<u>48,000</u>	<u>7,645</u>	<u>48,000</u>	<u>7,645</u>

# ASCOT ENVIRONMENTAL LIMITED

## Notes to the Accounts

Year ended 31st March 2009

### 18. Related party transactions

#### Group Undertakings

The company has been a wholly owned subsidiary during the year and so has taken advantage of the exemption from disclosure of fellow group transactions allowed by Financial Reporting Standard 8

The company has had transactions with the following related parties during the year, the relationship to the company, along with transactions, and the balances due are summarised below;

#### Associated Undertakings

**Nationwide Plant Hire Limited** is related through common control of the directors. Purchases, net of CIS tax paid, of £3,598,004 have been incurred with Nationwide Plant Hire Limited. Payments made on behalf of the related party amount to £1,318,884. A total of £179,902 of net recharged costs are due from Nationwide Plant Hire Limited. During the year Ascot Environmental Limited has made loan advances totalling £1,095,000 to the related party. VAT on the 2008 management charge, of £139,939, has also been invoiced By Ascot Environmental Limited during the year. Net Management charges totalling £707,081 due to Ascot Environmental Limited have been provided during the year. Finally, a motor vehicle was sold to the related party, with disposal proceeds of £7,800. The balance due to the related party at 31 March 2009 was £1,586,322.

**Adonhill Limited** is related through common control of the directors. Net costs of £293,000 have been incurred on behalf of Adonhill Limited. Payments of £740,653 have been made on behalf of Adonhill Limited. Loan interest has been paid to the related party totalling £74,458. The balance due from the related party at 31 March 2009 is £464,394.

**Rockmist Limited** is related through a common directorship. A loan of £130,000 has been made to Rockmist Limited during the year. The balance due from the related party at 31 March 2009 is £130,000.

#### 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. Rent totalling £48,000 was paid during the year. The company owed Mr Hennessey £1,000 at the end of the year.

### 19. Share capital

#### Authorised share capital:

	2009	2008
	£	£
100,000 Ordinary shares of £1 each	100,000	100,000

#### Allotted, called up and fully paid:

	2009		2008	
	No	£	No	£
Ordinary shares of £1 each	1,000	1,000	1,000	1,000

# ASCOT ENVIRONMENTAL LIMITED

## Notes to the Accounts

Year ended 31st March 2009

### 20. Reconciliation of movements in shareholders' funds

	2009	2008
	£	£
Profit for the financial year	1,429,647	2,192,798
Opening shareholders' funds	8,179,603	5,986,805
Closing shareholders' funds	<u>9,609,250</u>	<u>8,179,603</u>

### 21. Reconciliation of operating profit to net cash (outflow)/inflow from operating activities

	2009	2008
	£	£
Operating profit	942,880	2,148,489
Depreciation	199,292	253,547
Profit on disposal of fixed assets	(7,800)	(21,834)
Decrease in stocks	—	519,605
Increase in debtors	(7,193,613)	(8,368,524)
(Decrease)/increase in creditors	(1,570,050)	7,066,984
Net cash (outflow)/inflow from operating activities	<u>(7,629,291)</u>	<u>1,598,267</u>

### 22. Ultimate parent company

U K Capital Ventures Holdings Limited, incorporated in England, is the company's ultimate holding company. Copies of the accounts of this company are publicly available at Companies House, Crown Way, Cardiff, CF14 3UZ.

### 23. Ultimate controlling party

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 Ventures Holdings Limited.