

Company Registration No. 4159184 (England and Wales)

STRUCTURAL SYSTEMS UK LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2008

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STRUCTURAL SYSTEMS UK LIMITED

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STRUCTURAL SYSTEMS UK LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 JUNE 2008

The directors present their report and financial statements for the year ended 30 June 2008.

Principal activities and review of the business

The principal activity of the company has continued to be that of providing specialist services to the construction industry.

The company operates as a specialist contractor with its core business activities being the design and installation of post-tensioning systems, remediation and strengthening work in concrete building and civil construction projects.

The company turnover of £12.488 million and profit before tax of £1.713 million exceeded budget expectations. The year was one of significant growth although planned at 30% the company out performed this target and achieved slightly more than 50% growth, at the same time increasing profit before tax from 8.7% in the previous year to 13.7%.

The outlook for 2009 is for one of consolidation of the company's market position and the company has a secured order book of work in hand at the year end of £8.5 million.

With the current down turn the company has focused its attentions on expanding the remedial divisions and has secured significant remediation and strengthening works both in the UK and Eire, which will supplement the reduced volumes of post tensioning work available in the market.

The company recognises the importance of providing a safe workplace both for our employees, other contractors and the general public. Through a continuous improvement process we place health and safety at the forefront of our business.

The company once again achieved a 5 star rating from the British Safety Council for our health and safety systems and through our behavioural culture change programs such as Incident and Injury Free, we are continuing to improve on our safety performance.

The company also recognises the importance of the environment and considers the impact on the environment and with its dedicated in-house environmental team which ensures that the effects of its activities have a minimal impact on the environment.

Key Performance Indicators

The company closely monitors the margins achieved on its projects ensuring that it remains competitive in the current market place and that sustainable growth is maintained.

Results and dividends

The results for the year are set out on page 6.

Post balance sheet events

On 1st July 2008 P C Harrington Contractors Limited acquired the remaining 40% of the company from Structural Systems Limited,

STRUCTURAL SYSTEMS UK LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2008

Directors

The following directors have held office since 1 July 2007:

P C Harrington
A Wood
P J Harrington
R W Freedman
S Crole

Taxation status

The company was a close company within the provisions of the Income and Corporation Taxes Act 1988 and this position has not changed since the end of the financial year.

Financial Instruments

The company's principal financial instruments comprise bank balances, trade creditors, trade debtors, and loans to the company. The main purpose of these instruments is to raise funds for the company's operations and to finance the company's operations.

Due to the nature of the financial instruments used by the company there is no exposure to price risk. The company's approach to managing other risks applicable to the financial instruments concerned is shown below.

In respect of bank balances the liquidity risk is managed by maintaining a balance between continuity of funding and flexibility through use of a group overdraft facility, if required.

In respect of loans these comprise of loans from group undertakings and loans from companies under common control. The loans from group undertakings and those from companies under common control are interest free. The company manages the liquidity risk by ensuring there are sufficient funds to meet the payments.

Trade debtors are managed in respect of credit and cash flow risk by policies concerning the credit offered to customers and the regular monitoring of amounts outstanding for both time and credit limits.

Trade creditors liquidity risk is managed by ensuring sufficient funds are available to meet amounts due.

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Goldblatts be reappointed as auditors of the company will be put to the Annual General Meeting.

STRUCTURAL SYSTEMS UK LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2008

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 those financial statements, the directors are required to:

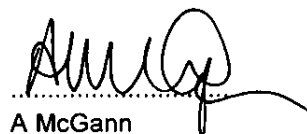
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records that 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 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.

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.

By order of the board



A McGann

Secretary

31-3-2009

STRUCTURAL SYSTEMS UK LIMITED

INDEPENDENT AUDITORS' REPORT TO STRUCTURAL SYSTEMS UK LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 5 to 15, together with the financial statements of Structural Systems UK Limited for the year ended 30 June 2008 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to them in an auditor's report on abbreviated accounts 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors


The directors are responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

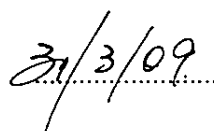
Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.


Goldblatts
Accountants
Registered Auditor



24 Grays Inn Road
London
WC1X 8HP

STRUCTURAL SYSTEMS UK LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2008

	Notes	2008 £	2007 £
Gross profit		3,718,044	2,189,746
Administrative expenses		(2,004,634)	(1,468,611)
Operating profit	2	1,713,410	721,135
Other interest receivable and similar income		115	-
Interest payable and similar charges	4	(487)	(2,007)
Profit on ordinary activities before taxation		1,713,038	719,128
Tax on profit on ordinary activities	5	(508,757)	(213,797)
Profit for the year	15	1,204,281	505,331

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

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

STRUCTURAL SYSTEMS UK LIMITED

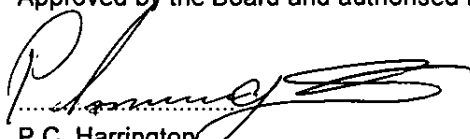
ABBREVIATED BALANCE SHEET

AS AT 30 JUNE 2008

	Notes	2008 £	£	2007 £	£
Fixed assets					
Tangible assets	7		480,521		373,048
Current assets					
Stocks	8	811,131		660,618	
Debtors	9	2,657,978		2,631,830	
Cash at bank and in hand		459,703		28,545	
		3,928,812		3,320,993	
Creditors: amounts falling due within one year	10	(3,652,934)		(2,582,784)	
Net current assets			275,878		738,209
Total assets less current liabilities			756,399		1,111,257
Creditors: amounts falling due after more than one year	11		(105,000)		(175,000)
Provisions for liabilities	12		(35,276)		(24,415)
			616,123		911,842
Capital and reserves					
Called up share capital	14		100		100
Profit and loss account	15		616,023		911,742
Shareholders' funds	16		616,123		911,842

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

Approved by the Board and authorised for issue on 31/3/09


P C Harrington
Director

STRUCTURAL SYSTEMS UK LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2008

	Notes	£	2008 £	£	2007 £
Net cash inflow from operating activities			1,441,963		772,882
Returns on investments and servicing of finance					
Interest received		115		-	
Interest paid		(487)		(2,007)	
Net cash outflow for returns on investments and servicing of finance			(372)		(2,007)
Taxation			(160,499)		(337,258)
Capital expenditure					
Payments to acquire tangible assets		(179,934)		(190,007)	
Receipts from sales of tangible assets		-		3,350	
Net cash outflow for capital expenditure			(179,934)		(186,657)
Equity dividends paid			(600,000)		(250,000)
Net cash inflow/(outflow) before management of liquid resources and financing			501,158		(3,040)
Financing					
Repayment of other long term loans		(70,000)		-	
Net cash outflow from financing			(70,000)		-
Increase/(decrease) in cash in the year			431,158		(3,040)

STRUCTURAL SYSTEMS UK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2008

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

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

1.3 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	10% Reducing balance
Fixtures, fittings & equipment	15% Reducing balance
Motor vehicles	25% Reducing balance

1.4 Stock

Stock is valued at the lower of cost and net realisable value.

1.5 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.

1.6 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

1.7 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Operating profit

	2008 £	2007 £
Operating profit is stated after charging:		
Depreciation of tangible assets	72,461	36,989
Loss on disposal of tangible assets	-	1,347
Loss on foreign exchange transactions	-	963
Auditors' remuneration (including expenses and benefits in kind)	6,000	4,000
and after crediting:		
Profit on foreign exchange transactions	(73,605)	-

STRUCTURAL SYSTEMS UK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2008

3	Investment income	2008	2007
		£	£
	Bank interest	115	-
		<u>115</u>	<u>-</u>
		<u>115</u>	<u>-</u>
4	Interest payable	2008	2007
		£	£
	On bank loans and overdrafts	404	283
	On overdue tax	83	1,724
		<u>487</u>	<u>2,007</u>
		<u>487</u>	<u>2,007</u>
5	Taxation	2008	2007
		£	£
	Domestic current year tax		
	U.K. corporation tax	497,896	200,351
		<u>497,896</u>	<u>200,351</u>
	Current tax charge	497,896	200,351
	Deferred tax		
	Deferred tax charge/credit current year	10,861	13,446
		<u>10,861</u>	<u>13,446</u>
		<u>508,757</u>	<u>213,797</u>
		<u>508,757</u>	<u>213,797</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	1,713,038	719,128
		<u>1,713,038</u>	<u>719,128</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 29.50% (2007 - 30.00%)	505,346	215,738
		<u>505,346</u>	<u>215,738</u>
	Effects of:		
	Non deductible expenses	2,814	1,003
	Depreciation add back	21,376	11,501
	Capital allowances	(31,640)	(27,891)
		<u>(7,450)</u>	<u>(15,387)</u>
		<u>(7,450)</u>	<u>(15,387)</u>
	Current tax charge	497,896	200,351
		<u>497,896</u>	<u>200,351</u>
		<u>497,896</u>	<u>200,351</u>

STRUCTURAL SYSTEMS UK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2008

6	Dividends	2008 £	2007 £
	Ordinary interim paid	600,000	-
	Ordinary final proposed	900,000	-
		<u>1,500,000</u>	<u>-</u>

7	Tangible fixed assets	Plant and machinery £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
	Cost				
	At 1 July 2007	383,282	40,293	53,202	476,777
	Additions	94,902	26,701	58,331	179,934
	At 30 June 2008	<u>478,184</u>	<u>66,994</u>	<u>111,533</u>	<u>656,711</u>
	Depreciation				
	At 1 July 2007	48,733	23,943	31,053	103,729
	Charge for the year	42,969	9,372	20,120	72,461
	At 30 June 2008	<u>91,702</u>	<u>33,315</u>	<u>51,173</u>	<u>176,190</u>
	Net book value				
	At 30 June 2008	<u>386,482</u>	<u>33,679</u>	<u>60,360</u>	<u>480,521</u>
	At 30 June 2007	<u>334,549</u>	<u>16,350</u>	<u>22,149</u>	<u>373,048</u>

8	Stocks	2008 £	2007 £
	Raw materials and consumables	<u>811,131</u>	<u>660,618</u>

STRUCTURAL SYSTEMS UK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2008

9 Debtors	2008 £	2007 £
Trade debtors	1,910,379	1,899,273
Amounts owed by parent and fellow subsidiary undertakings	741,282	557,141
Amounts owed by companies under common control	-	7,941
Other debtors	-	3,237
Prepayments and accrued income	6,317	164,238
	<u>2,657,978</u>	<u>2,631,830</u>

The amounts owed by group undertakings and amounts owed by companies under common control are interest free, with no security and no fixed repayment terms.

10 Creditors: amounts falling due within one year	2008 £	2007 £
Trade creditors	1,538,489	1,980,956
Amounts owed to ultimate parent company	274,680	156,240
Amounts owed to companies under common control	80,879	82,391
Corporation tax	446,618	109,221
Other taxes and social security costs	321,287	159,706
Other creditors	6,098	74,978
Accruals and deferred income	84,883	19,292
Proposed dividend	900,000	-
	<u>3,652,934</u>	<u>2,582,784</u>

The amounts owed to group undertakings and amounts owed to companies under common control are interest free, with no security and no fixed repayment terms.

STRUCTURAL SYSTEMS UK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2008

11 Creditors: amounts falling due after more than one year	2008 £	2007 £
Other loans	105,000	175,000
Analysis of loans		
Wholly repayable within five years	105,000	175,000
	105,000	175,000
Loan maturity analysis		
In more than two years but not more than five years	105,000	175,000

There is an inter company guarantee dated 17/05/2005 executed by P C Harrington Holdings Limited for the liabilities of Structural Systems UK Limited in the amount of £110,000 supported by a first legal charge over the freehold property 12 Collett Way.

12 Provisions for liabilities and charges	Deferred tax liability £
Balance at 1 July 2007	24,415
Profit and loss account	10,861
Balance at 30 June 2008	35,276

The deferred tax liability is made up as follows:

	2008 £	2007 £
Accelerated capital allowances	35,276	24,415

STRUCTURAL SYSTEMS UK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2008

13 Pension and other post-retirement benefit commitments

Defined contribution

	2008 £	2007 £
Contributions payable by the company for the year	71,086	48,852

14 Share capital

	2008 £	2007 £
Authorised		
100 Ordinary of £1 each	100	100
Allotted, called up and fully paid		
100 Ordinary of £1 each	100	100

15 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 July 2007	911,742
Profit for the year	1,204,281
Dividends paid	(1,500,000)
Balance at 30 June 2008	616,023

16 Reconciliation of movements in shareholders' funds

	2008 £	2007 £
Profit for the financial year	1,204,281	505,331
Dividends	(1,500,000)	-
Net (depletion in)/addition to shareholders' funds	(295,719)	505,331
Opening shareholders' funds	911,842	406,511
Closing shareholders' funds	616,123	911,842

STRUCTURAL SYSTEMS UK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2008

17 Directors' emoluments	2008 £	2007 £
Emoluments for qualifying services	122,507	124,488
Company pension contributions to money purchase schemes	12,484	9,172
	<u>134,991</u>	<u>133,660</u>

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 1 (2007 - 1).

18 Employees

Number of employees

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

	2008 Number	2007 Number
Site operatives	40	34
Technical & Design	18	18
Management	7	7
	<u>65</u>	<u>59</u>

Employment costs	2008 £	2007 £
Wages and salaries	3,989,224	3,034,658
Social security costs	327,971	224,903
Other pension costs	71,086	48,852
	<u>4,388,281</u>	<u>3,308,413</u>

19 Ultimate parent company

The immediate parent company is P C Harrington Contractors Limited, which owns 60% of the share capital of Structural Systems (UK) Limited, and is incorporated in England. The remaining 40% of the share capital is owned by Structural Systems Limited which is incorporated in Australia. P C Harrington Contractors Limited is itself wholly owned by P C Harrington Holdings Limited, a company incorporated in England. The company is ultimately controlled by Mr P C Harrington who, together with his family owns 100% of the issued share capital of P C Harrington Holdings Limited,

STRUCTURAL SYSTEMS UK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) ***FOR THE YEAR ENDED 30 JUNE 2008***

20 Post balance sheet events

On 1st July 2008 P C Harrington Contractors Limited acquired the remaining 40% of the company from Structural Systems Limited.