

REGISTRAR OF COMPANIES

**Report of the Directors and
Financial Statements
for the Year Ended 31 July 2007
for
Hire One Limited**

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Hire One Limited

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for the Year Ended 31 July 2007**

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Hire One Limited
Company Information
for the Year Ended 31 July 2007

DIRECTORS

K J Latham
P J Mason
I J Stevens

SECRETARY:

P J Mason

REGISTERED OFFICE:

Cardiff Road
Mwyndy Cross Industries
Llantrisant
Pontyclun
Rhondda Cynon Taff
CF72 8PN

REGISTERED NUMBER

04277104 (England and Wales)

AUDITORS:

Broomfield & Alexander Limited
Registered Auditors
Chartered Accountants
Pendragon House
Caxton Place
Pentwyn
Cardiff
CF23 8XE

Hire One Limited

Report of the Directors for the Year Ended 31 July 2007

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

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the hire of plant and machinery

REVIEW OF BUSINESS

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

We are pleased to report pre tax profits of £129,745 on a turnover of £3,713,897 (year to 31st July 2006 £129,090 and £3,394,612)

We continue to vigorously pursue a sales strategy to allow us to further develop our customer base with particular emphasis on the domestic market

The company continues to reinvest in new plant and equipment and purchased £2,234,950 of new equipment during the year. This investment has allowed to further increase our fleet and also enables us to keep our fleet current and to reduce maintenance costs

The company remains in a financially strong position at the year end with net assets of £832,373 (2006 £729,870)

The company will continue its policy of further investment in new plant and equipment which in turn will allow to satisfy our anticipated customer requirements

DIVIDENDS

No dividends will be distributed for the year ended 31 July 2007

DIRECTORS

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

K J Latham
P J Mason
I J Stevens

POLITICAL AND CHARITABLE CONTRIBUTIONS

During the year the company donated £3,215 (2006 £1,665) for charitable purposes

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,
- 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

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 ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

Hire One Limited

**Report of the Directors
for the Year Ended 31 July 2007**

AUDITORS

The auditors, Broomfield & Alexander Limited, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985

ON BEHALF OF THE BOARD



P J Mason - Secretary

Date 30/11/07

**Report of the Independent Auditors to the Shareholders of
Hire One Limited**

We have audited the financial statements of Hire One Limited for the year ended 31 July 2007 on pages five to seventeen. 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 two.

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.

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 31 July 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.

Broomfield & Alexander Limited

Broomfield & Alexander Limited
Registered Auditors
Chartered Accountants
Pendragon House
Caxton Place
Pentwyn
Cardiff
CF23 8XE

Date *14 December 2007*

Hire One Limited

**Profit and Loss Account
for the Year Ended 31 July 2007**

	Notes	2007 £	2006 £
TURNOVER		3,713,897	3,394,612
Cost of sales		2,485,741	2,241,917
GROSS PROFIT		1,228,156	1,152,695
Administrative expenses		940,090	876,340
		288,066	276,355
Other operating income		11,985	22,813
OPERATING PROFIT	3	300,051	299,168
Interest payable and similar charges	4	170,306	170,078
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		129,745	129,090
Tax on profit on ordinary activities	5	27,242	11,307
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		102,503	117,783

CONTINUING OPERATIONS

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

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous year

Hire One Limited

Balance Sheet
31 July 2007

	Notes	£	2007	£	£	2006	£
FIXED ASSETS							
Tangible assets	6			3,813,554			2,656,830
CURRENT ASSETS							
Stocks	7	52,443			62,809		
Debtors	8	944,723			667,167		
			997,166			729,976	
CREDITORS							
Amounts falling due within one year	9	2,122,790			1,657,519		
NET CURRENT LIABILITIES				(1,125,624)			(927,543)
TOTAL ASSETS LESS CURRENT LIABILITIES				2,687,930			1,729,287
CREDITORS							
Amounts falling due after more than one year	10			(1,777,819)			(959,720)
PROVISIONS FOR LIABILITIES	14			(77,738)			(39,697)
NET ASSETS				832,373			729,870
CAPITAL AND RESERVES							
Called up share capital	15			150,000			150,000
Profit and loss account	16			682,373			579,870
SHAREHOLDERS' FUNDS	21			832,373			729,870

The financial statements were approved by the Board of Directors on behalf by

30/11/07

and were signed on its

Director



The notes form part of these financial statements

Hire One Limited
Cash Flow Statement
for the Year Ended 31 July 2007

	Notes	£	2007	£	£	2006	£
Net cash inflow from operating activities	1			1,094,200			823,887
Returns on investments and servicing of finance	2			(170,306)			(170,078)
Taxation				(2,256)			(59,268)
Capital expenditure	2			332,749			332,591
				1,254,387			927,132
Financing	2			(1,190,198)			(935,921)
Increase/(Decrease) in cash in the period				64,189			(8,789)
<hr/>							
Reconciliation of net cash flow to movement in net debt	3						
Increase/(Decrease) in cash in the period			64,189			(8,789)	
Cash outflow from decrease in debt and lease financing			1,190,248			935,920	
Change in net debt resulting from cash flows				1,254,437			927,131
New finance leases				(2,399,666)			(879,783)
Movement in net debt in the period				(1,145,229)			47,348
Net debt at 1 August				(1,705,062)			(1,752,410)
Net debt at 31 July				(2,850,291)			(1,705,062)

The notes form part of these financial statements

Hire One Limited

**Notes to the Cash Flow Statement
for the Year Ended 31 July 2007**

1 RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2007 £	2006 £
Operating profit	300,051	299,168
Depreciation charges	1,168,253	1,038,141
Profit on disposal of fixed assets	(258,060)	(263,677)
Decrease/(Increase) in stocks	10,366	(7,413)
Increase in debtors	(277,606)	(4,807)
Increase/(Decrease) in creditors	151,196	(237,525)
Net cash inflow from operating activities	<u>1,094,200</u>	<u>823,887</u>

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

	2007 £	2006 £
Returns on investments and servicing of finance		
Interest paid	(58,304)	(51,673)
Interest element of hire purchase payments	(112,002)	(118,405)
Net cash outflow for returns on investments and servicing of finance	<u>(170,306)</u>	<u>(170,078)</u>
Capital expenditure		
Purchase of tangible fixed assets	(225,776)	(203,719)
Sale of tangible fixed assets	558,525	536,310
Net cash inflow for capital expenditure	<u>332,749</u>	<u>332,591</u>
Financing		
New loans in year	-	199,588
Loan repayments in year	(16,201)	-
Capital repayments in year	(1,173,997)	(1,135,509)
Net cash outflow from financing	<u>(1,190,198)</u>	<u>(935,921)</u>

The notes form part of these financial statements

Hire One Limited

Notes to the Cash Flow Statement
for the Year Ended 31 July 2007

3 ANALYSIS OF CHANGES IN NET DEBT

	At 1 8 06 £	Cash flow £	Other non-cash changes £	At 31 7 07 £
Net cash				
Cash at bank and in hand	-	-		-
Bank overdraft	(211,106)	64,189		(146,917)
	<u>(211,106)</u>	<u>64,189</u>		<u>(146,917)</u>
Debt				
Hire purchase	(1,294,367)	1,173,997	(2,399,666)	(2,520,036)
Debts falling due within one year	(15,277)	(83)	-	(15,360)
Debts falling due after one year	(184,312)	16,334	-	(167,978)
	<u>(1,493,956)</u>	<u>1,190,248</u>	<u>(2,399,666)</u>	<u>(2,703,374)</u>
Total	<u>(1,705,062)</u>	<u>1,254,437</u>	<u>(2,399,666)</u>	<u>(2,850,291)</u>

Hire One Limited

Notes to the Financial Statements for the Year Ended 31 July 2007

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

Turnover

Turnover represents net invoiced sales of goods and services from ordinary activities, excluding value added tax

Tangible fixed assets

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

Plant & machinery	- 25% - 50% on cost
Furniture & fittings	- 25% - 50% on cost
Motor vehicles	- 33% on cost
Office equipment	- 25% - 50% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

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

Pensions

The company operates a group personal pension scheme. Contributions payable for the period are charged in the profit and loss account.

2 STAFF COSTS

	2007 £	2006 £
Wages and salaries	782,251	753,057
Social security costs	69,930	68,537
Other pension costs	7,987	7,135
	<u>860,168</u>	<u>828,729</u>

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

	2007	2006
Administration	6	6
Directors	3	3
Direct Staff	27	25
	<u>36</u>	<u>34</u>

Hire One Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 July 2007**

3 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

	2007 £	2006 £
Hire of plant and machinery	403,968	336,926
Depreciation - owned assets	613,836	453,243
Depreciation - assets on hire purchase contracts	554,417	584,897
Profit on disposal of fixed assets	(258,060)	(263,677)
Auditors' remuneration	6,000	6,000
	<u>152,295</u>	<u>162,331</u>
Directors' emoluments	45,000	-
Compensation to director for loss of office	<u>45,000</u>	<u>-</u>

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

Money purchase schemes	<u>3</u>	<u>3</u>
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4 INTEREST PAYABLE AND SIMILAR CHARGES

	2007 £	2006 £
Bank interest	3,255	4,401
Bank loan interest	11,378	8,445
Invoice discounting interest	29,998	25,864
Other Loan Interest	13,673	12,963
Hire purchase interest & charges	112,002	118,405
	<u>170,306</u>	<u>170,078</u>

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	(10,770)	13,055
Overprovision in prior year	(29)	(1,650)
Total current tax	<u>(10,799)</u>	<u>11,405</u>
Deferred tax	38,041	(98)
Tax on profit on ordinary activities	<u>27,242</u>	<u>11,307</u>

Hire One Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 July 2007**

5 TAXATION - continued

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>129,745</u>	<u>129,090</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 19% (2006 - 19%)	24,652	24,527
Effects of Depreciation in excess of Capital Allowances	8,685	33,869
Expenses not deductible for tax purposes	4,924	4,758
Profit on disposal of fixed assets	(49,031)	(50,099)
Overprovision in prior year	(29)	(1,650)
Current tax charge	<u>(10,799)</u>	<u>11,405</u>

6 TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 August 2006	245,000	4,512,670	121,759	349,843	5,229,272
Additions	-	2,511,853	34,858	78,731	2,625,442
Disposals	-	(1,058,159)	-	(33,000)	(1,091,159)
At 31 July 2007	<u>245,000</u>	<u>5,966,364</u>	<u>156,617</u>	<u>395,574</u>	<u>6,763,555</u>
DEPRECIATION					
At 1 August 2006	-	2,255,241	80,678	236,523	2,572,442
Charge for year	-	1,070,070	17,294	80,889	1,168,253
Eliminated on disposal	-	(761,946)	-	(28,748)	(790,694)
At 31 July 2007	<u>-</u>	<u>2,563,365</u>	<u>97,972</u>	<u>288,664</u>	<u>2,950,001</u>
NET BOOK VALUE					
At 31 July 2007	<u>245,000</u>	<u>3,402,999</u>	<u>58,645</u>	<u>106,910</u>	<u>3,813,554</u>
At 31 July 2006	<u>245,000</u>	<u>2,257,429</u>	<u>41,081</u>	<u>113,320</u>	<u>2,656,830</u>

In the opinion of the directors the Freehold Land & buildings has not been depreciated as they consider them to be valued at the market rate

Hire One Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 July 2007**

6 TANGIBLE FIXED ASSETS - continued

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

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 August 2006	2,865,385	133,129	2,998,514
Additions	2,234,950	78,732	2,313,682
Disposals	(193,706)	-	(193,706)
Transfer to ownership	(1,242,895)	-	(1,242,895)
At 31 July 2007	<u>3,663,734</u>	<u>211,861</u>	<u>3,875,595</u>
DEPRECIATION			
At 1 August 2006	1,123,174	55,666	1,178,840
Charge for year	501,513	52,904	554,417
Eliminated on disposal	(60,628)	-	(60,628)
Transfer to ownership	(709,317)	-	(709,317)
At 31 July 2007	<u>854,742</u>	<u>108,570</u>	<u>963,312</u>
NET BOOK VALUE			
At 31 July 2007	<u>2,808,992</u>	<u>103,291</u>	<u>2,912,283</u>
At 31 July 2006	<u>1,742,211</u>	<u>77,463</u>	<u>1,819,674</u>

7 STOCKS

	2007 £	2006 £
Stocks	<u>52,443</u>	<u>62,809</u>

8 DEBTORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	2007 £	2006 £
Trade debtors	811,034	579,552
Corporation tax	10,770	-
Other debtors	45,999	36,548
Amounts due from parent company	60,211	36,323
Prepayments and accrued income	16,709	14,744
	<u>944,723</u>	<u>667,167</u>

9 CREDITORS. AMOUNTS FALLING DUE WITHIN ONE YEAR

	2007 £	2006 £
Bank loans and overdrafts (see note 11)	162,277	226,383
Hire purchase contracts (see note 12)	1,061,709	702,532
Trade creditors	414,311	364,791
Corporation tax	-	13,055
Social security and other taxes	21,914	31,641
Invoice discounting funds advanced	272,678	223,230
Amounts due to parent company	90,661	4,976
Amounts due to connected company	33,122	32,161
Accruals and deferred income	66,118	58,750
	<u>2,122,790</u>	<u>1,657,519</u>

Hire One Limited

Notes to the Financial Statements - continued for the Year Ended 31 July 2007

9 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR - continued

Included in trade creditors is an amount of £155,713 (2006 £51,250) relating to the purchase of fixed assets, this amount was financed by hire purchase contracts post year end

10 CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2007 £	2006 £
Bank loans (see note 11)	167,978	184,312
Hire purchase contracts (see note 12)	1,458,327	591,835
Amount due to connected company	151,514	183,573
	<u>1,777,819</u>	<u>959,720</u>

The amounts due to connected companies is repayable over 10 years from August 2005. The loan bears interest of 2% p a above base rate. The loan is unsecured.

11 LOANS

An analysis of the maturity of loans is given below

	2007 £	2006 £
Amounts falling due within one year or on demand		
Bank overdrafts	146,917	211,106
Bank loans	15,360	15,277
	<u>162,277</u>	<u>226,383</u>
Amounts falling due between one and two years		
Bank loans - 1-2 years	17,182	16,743
Amounts falling due between two and five years		
Bank loans - 2-5 years	62,475	59,024
Amounts falling due in more than five years		
Repayable by instalments		
Bank loans more 5 yr by instal	88,321	108,545

12 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	2007 £	Hire purchase contracts 2006 £
Net obligations repayable		
Within one year	1,061,709	702,532
Between one and five years	1,458,327	591,835
	<u>2,520,036</u>	<u>1,294,367</u>

Hire One Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 July 2007**

12 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES - continued

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

	Land and buildings		Other operating leases	
	2007 £	2006 £	2007 £	2006 £
Expiring				
Between one and five years	29,798	29,000	3,126	2,775
In more than five years	45,000	45,000	-	-
	<u>74,798</u>	<u>74,000</u>	<u>3,126</u>	<u>2,775</u>

13 SECURED DEBTS

The following secured debts are included within creditors

	2007 £	2006 £
Bank overdrafts	146,917	211,106
Bank loans	183,338	199,589
Hire purchase contracts	2,520,036	1,294,367
Invoice discounting	272,678	223,230
	<u>3,122,969</u>	<u>1,928,292</u>

Amounts owed on hire purchase agreements are secured against the assets to which they relate

Amounts advanced on invoice discounting are secured by a debenture over all of the assets of the company

The bank loan is secured by a first legal charge over the freehold land and buildings at Canal Road Aberdare and 183 Cardiff Road Newport

The bank overdraft is secured by an unlimited debenture dated 16th October 2001 from Hire One Limited

14 PROVISIONS FOR LIABILITIES

	2007 £	2006 £
Deferred tax	<u>77,738</u>	<u>39,697</u>
		Deferred tax £
Balance at 1 August 2006		39,697
The Origination and reversal of timing differences		38,041
Changes in tax rates		
Balance at 31 July 2007		<u>77,738</u>

Hire One Limited

Notes to the Financial Statements - continued for the Year Ended 31 July 2007

15 CALLED UP SHARE CAPITAL

Authorised Number	Class	Nominal value £1	2007 £	2006 £
250,000	Ordinary		<u>250,000</u>	<u>250,000</u>
Allotted, issued and fully paid Number	Class	Nominal value £1	2007 £	2006 £
150,000	Ordinary		<u>150,000</u>	<u>150,000</u>

16 RESERVES

	Profit and loss account £
At 1 August 2006	579,870
Profit for the year	<u>102,503</u>
At 31 July 2007	<u>682,373</u>

17 ULTIMATE PARENT COMPANY

The ultimate parent company is David Lewis Civil Engineering Limited, a company incorporated in the United Kingdom. The accounts for David Lewis Civil Engineering Limited are available from Mwyndy Estate, Pontyclun, Rhondda Cynon Taff, CF72 8XY

18 CAPITAL COMMITMENTS

	2007 £	2006 £
Contracted but not provided for in the financial statements	<u>911,919</u>	<u>-</u>

19 RELATED PARTY DISCLOSURES

During the year, the company made sales of £593,292 (2006 £514,004) to David Lewis Civil Engineering Limited and was charged rent of £45,000 (2006 £45,000). At the period end the balance due from David Lewis Civil Engineering Limited was £60,211 (2006 £36,323).

During the year end the company was given a loan of £90,000 from David Lewis Civil Engineering Limited. The loan is interest free unsecured and has no set repayment terms.

During the period, the company charged £7,500 (2006 £7,500) to Knex Pipelines & Cables Limited for management charges, the company is related due to common shareholders. At the year end £nil was outstanding from Knex Pipelines & Cables Limited (2006 £7,500).

The company was charged rent of £20,000 (2006 £nil) from Jackson Properties Limited. Jackson Properties Limited is related due to common shareholders. At the year end the company owed Jackson Properties Limited £184,636 (2006 £214,463). This is a loan provided to Hire One Limited which is repayable over 7 years. The loan bears interest at 2% above the banks base rate and is unsecured.

20 ULTIMATE CONTROLLING PARTY

In the opinion of the directors the Ultimate controlling party is Mrs J Lewis

Hire One Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 July 2007**

21 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2007 £	2006 £
Profit for the financial year	102,503	117,783
Net addition to shareholders' funds	102,503	117,783
Opening shareholders' funds	729,870	612,087
Closing shareholders' funds	832,373	729,870