

ASHFORD CLEANING CONTRACTORS LIMITED
DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2007

WK Finn-Kelcey
Chartered Accountants
Stourside Place
Station Road
Ashford Kent



ASHFORD CLEANING CONTRACTORS LIMITED

COMPANY INFORMATION

Director	S P Lloyd
Secretary	Servesmart Limited
Company number	4742144
Registered office	Stourside Place Station Road Ashford, Kent
Accountants	Finn-Kelcey & Chapman Stourside Place Station Road Ashford, Kent
Business address	Unit 2 Heron Business Centre Henwood Industrial Estate Ashford Kent
Bankers	National Westminster Bank plc 20 High Street Ashford Kent

ASHFORD CLEANING CONTRACTORS LIMITED

CONTENTS

	Page
Director's report	1
Accountants' report	2
Profit and loss account	3
Balance sheet	4 - 5
Notes to the financial statements	6 - 12

ASHFORD CLEANING CONTRACTORS LIMITED

DIRECTOR'S REPORT

FOR THE YEAR ENDED 30 NOVEMBER 2007

The director presents his report and financial statements for the year ended 30 November 2007

Principal activities

The principal activity of the company continues to be the provision of office cleaning and related services

Director

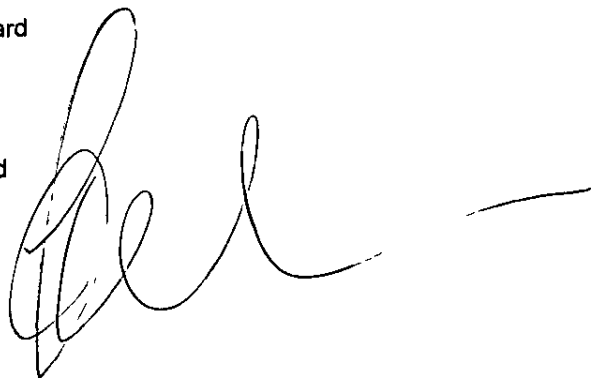
The following director has held office since 1 December 2006

S P Lloyd

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

By order of the board

Servesmart Limited
Secretary
11 June 2008

A large, stylized handwritten signature in black ink, likely belonging to the Secretary, Servesmart Limited. The signature is fluid and cursive, with a long horizontal stroke extending to the right.

ASHFORD CLEANING CONTRACTORS LIMITED

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF ASHFORD CLEANING CONTRACTORS LIMITED

In accordance with the engagement letter dated 7 July 2006, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of Ashford Cleaning Contractors Limited for the year ended 30 November 2007, set out on pages 3 to 12 from the accounting records and information and explanations you have given to us

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters we have agreed to state to them in this 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 Board of Directors as a body, for our work or for this report.

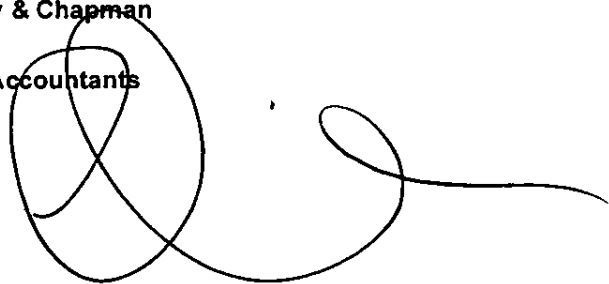
We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 30 November 2007 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

Finn-Kelcey & Chapman

Chartered Accountants

A large, stylized handwritten signature in black ink, consisting of several loops and a long horizontal stroke extending to the right.

11 June 2008

Stourside Place
Station Road
Ashford, Kent

ASHFORD CLEANING CONTRACTORS LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 NOVEMBER 2007

	Notes	2007 £	2006 £
Turnover		647,372	659,710
Cost of sales		(503,195)	(520,898)
Gross profit		144,177	138,812
Administrative expenses		(73,110)	(72,554)
Operating profit	2	71,067	66,258
Other interest receivable and similar income	3	138	22
Interest payable and similar charges	4	(94)	(265)
Profit on ordinary activities before taxation		71,111	66,015
Tax on profit on ordinary activities	5	(14,845)	(13,353)
Profit for the year	13	56,266	52,662

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

ASHFORD CLEANING CONTRACTORS LIMITED

BALANCE SHEET

AS AT 30 NOVEMBER 2007

	Notes	2007 £	£	2006 £	£
Fixed assets					
Intangible assets	7	64,000		68,000	
Tangible assets	8	20,334		22,150	
			<u>84,334</u>		<u>90,150</u>
Current assets					
Stocks		2,000		2,000	
Debtors	9	79,239		84,831	
Cash at bank and in hand		57,435		23,565	
		<u>138,674</u>		<u>110,396</u>	
Creditors: amounts falling due within one year	10	<u>(147,536)</u>		<u>(153,799)</u>	
Net current liabilities			<u>(8,862)</u>		<u>(43,403)</u>
Total assets less current liabilities			<u>75,472</u>		<u>46,747</u>
Provisions for liabilities	11		<u>(1,664)</u>		<u>(1,703)</u>
			<u>73,808</u>		<u>45,044</u>
Capital and reserves					
Called up share capital	12	1,099		1,099	
Profit and loss account	13	72,709		43,945	
Shareholders' funds	14		<u>73,808</u>		<u>45,044</u>

ASHFORD CLEANING CONTRACTORS LIMITED

BALANCE SHEET (CONTINUED)

AS AT 30 NOVEMBER 2007

In preparing these financial statements

- (a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985,
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The director acknowledges his responsibilities for
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

Approved by the Board and authorised for issue on 11 June 2008



S P Lloyd
Director

ASHFORD CLEANING CONTRACTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 NOVEMBER 2007

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

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 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life

1.5 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	15% reducing balance
Fixtures, fittings & equipment	15% reducing balance Computers 25% straight line
Motor vehicles	20% reducing balance

1.6 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.

1.7 Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

1.8 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

2 Operating profit	2007	2006
	£	£
Operating profit is stated after charging		
Amortisation of intangible assets	4,000	4,000
Depreciation of tangible assets	5,189	5,309
Director's emoluments	5,200	5,200

ASHFORD CLEANING CONTRACTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 NOVEMBER 2007

3	Investment income	2007	2006
		£	£
	Bank interest	134	-
	Other interest	4	22
		<u>138</u>	<u>22</u>
4	Interest payable	2007	2006
		£	£
	Included in interest payable is the following amount		
	Hire purchase interest	93	199
5	Taxation	2007	2006
		£	£
	Domestic current year tax		
	U K corporation tax	14,884	13,323
	Current tax charge	<u>14,884</u>	<u>13,323</u>
	Deferred tax		
	Deferred tax charge/credit current year	(39)	30
		<u>14,845</u>	<u>13,353</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	71,111	66,015
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20 00% (2006 - 19 00%)	<u>14,222</u>	<u>12,543</u>
	Effects of		
	Non deductible expenses	67	50
	Depreciation add back	1,792	1,769
	Capital allowances	(971)	(1,039)
	Other tax adjustments	(226)	-
		<u>662</u>	<u>780</u>
	Current tax charge	<u>14,884</u>	<u>13,323</u>

ASHFORD CLEANING CONTRACTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 NOVEMBER 2007

6	Dividends	2007 £	2006 £
	Ordinary final paid	<u>27,500</u>	<u>27,475</u>

7	Intangible fixed assets	Goodwill £
	Cost	
	At 1 December 2006 & at 30 November 2007	<u>80,000</u>
	Amortisation	
	At 1 December 2006	12,000
	Charge for the year	<u>4,000</u>
	At 30 November 2007	<u>16,000</u>
	Net book value	
	At 30 November 2007	<u>64,000</u>
	At 30 November 2006	<u>68,000</u>

ASHFORD CLEANING CONTRACTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 NOVEMBER 2007

8 Tangible fixed assets

	Plant and machinery etc
	£
Cost	
At 1 December 2006	38,182
Additions	3,374
	<hr/>
At 30 November 2007	41,556
	<hr/>
Depreciation	
At 1 December 2006	16,033
Charge for the year	5,189
	<hr/>
At 30 November 2007	21,222
	<hr/>
Net book value	
At 30 November 2007	20,334
	<hr/>
At 30 November 2006	22,150
	<hr/>

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

	Motor vehicles
	£
Net book values	
At 30 November 2007	-
	<hr/>
At 30 November 2006	2,970
	<hr/>
Depreciation charge for the year	
At 30 November 2007	-
	<hr/>
At 30 November 2006	742
	<hr/>

ASHFORD CLEANING CONTRACTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 NOVEMBER 2007

9 Debtors	2007 £	2006 £
Trade debtors	77,138	82,742
Other debtors	2,101	2,089
	<u>79,239</u>	<u>84,831</u>

10 Creditors: amounts falling due within one year	2007 £	2006 £
Net obligations under hire purchase contracts	-	1,058
Trade creditors	6,605	5,253
Taxation and social security	49,486	45,126
Other creditors	91,445	102,362
	<u>147,536</u>	<u>153,799</u>

Net obligations under hire purchase contracts		
Repayable within one year	-	1,092
Finance charges and interest allocated to future accounting periods	-	(34)
	<u>-</u>	<u>1,058</u>

ASHFORD CLEANING CONTRACTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 NOVEMBER 2007

11 Provisions for liabilities and charges

	Deferred tax liability £
Balance at 1 December 2006	1,703
Profit and loss account	(39)
	<u>1,664</u>
Balance at 30 November 2007	<u>1,664</u>

The deferred tax liability is made up as follows.

	2007 £	2006 £
Accelerated capital allowances	<u>1,664</u>	<u>1,703</u>

12 Share capital

	2007 £	2006 £
Authorised		
100,000 Ordinary Shares of £1 each	<u>100,000</u>	<u>100,000</u>
Allotted, called up and fully paid		
1,099 Ordinary Shares of £1 each	<u>1,099</u>	<u>1,099</u>

13 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 December 2006	43,943
Profit for the year	56,266
Dividends paid	(27,500)
	<u>72,709</u>
Balance at 30 November 2007	<u>72,709</u>

ASHFORD CLEANING CONTRACTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 NOVEMBER 2007

14 Reconciliation of movements in shareholders' funds	2007 £	2006 £
Profit for the financial year	56,266	52,662
Dividends	(27,500)	(27,475)
	<hr/>	<hr/>
Net addition to shareholders' funds	28,766	25,187
Opening shareholders' funds	45,044	19,857
	<hr/>	<hr/>
Closing shareholders' funds	73,808	45,044
	<hr/>	<hr/>

15 Transactions with directors

The director maintains a loan account with the company. As at 30 November 2007 Ashford Cleaning Contractors Limited owed S P Lloyd £57,874 (2006 £58,770)

16 Control

The company is controlled by S P Lloyd who owns 100% of the issued share capital

17 Related party transactions

The company rents an industrial unit from S Lloyd (the director and shareholder) at a rent of £7,200 per year plus service charges of £1,070. The rent is paid monthly in advance. The rent and service charge are set at an open market value.