

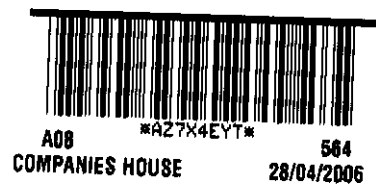
Registration number 05064463

**Arco Redman Limited**

**ABBREVIATED ACCOUNTS**

**For the year ended 31 December 2005**

**Muras Baker Jones  
Chartered Accountants  
Wolverhampton**



**Independent auditors' report to Arco Redman Limited  
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 2 to 6 together with the financial statements of Arco Redman Limited for the year ended 31 December 2005 prepared under Section 226 of the Companies Act 1985.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing abbreviated accounts in accordance with Section 246 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 Sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

**Basis of opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985 in respect of the year ended 31 December 2005, and the abbreviated accounts on pages 2 to 6 are properly prepared in accordance with those provisions.



**Muras Baker Jones**  
**Chartered Accountants and**  
**Registered Auditors**  
**Regent House**  
**Bath Avenue**  
**Wolverhampton**  
**WV1 4EG**  
**24 April 2006**

**Arco Redman Limited**

**Abbreviated balance sheet  
as at 31 December 2005**

		<b>31/12/05</b>		<b>31/12/04</b>	
	<b>Notes</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Fixed assets</b>					
Tangible assets	<b>2</b>		3,230		4,859
<b>Current assets</b>					
Stocks		1,622		-	
Debtors		735,812		174,302	
Cash at bank and in hand		288,267		287,705	
		<u>1,025,701</u>		<u>462,007</u>	
<b>Creditors: amounts falling due within one year</b>		<u>(701,346)</u>		<u>(365,228)</u>	
<b>Net current assets</b>			<u>324,355</u>		<u>96,779</u>
<b>Total assets less current liabilities</b>			327,585		101,638
<b>Creditors: amounts falling due after more than one year</b>	<b>3</b>		<u>(50,000)</u>		<u>(50,000)</u>
<b>Net assets</b>			<u>277,585</u>		<u>51,638</u>
<b>Capital and reserves</b>					
Called up share capital	<b>4</b>		50,000		50,000
Profit and loss account			227,585		1,638
<b>Shareholders' funds</b>			<u>277,585</u>		<u>51,638</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated accounts were approved by the Board on 24 April 2006 and signed on its behalf by



**I J Docherty**  
**Director**

**The notes on pages 3 to 6 form an integral part of these financial statements.**

## **Arco Redman Limited**

### **Notes to the abbreviated financial statements for the year ended 31 December 2005**

#### **1. Accounting policies**

##### **1.1. Accounting convention**

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

##### **1.2. Turnover**

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

##### **1.3. Tangible fixed assets and depreciation**

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Fixtures, fittings and equipment	- 33 1/3% reducing balance
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##### **1.4. Leasing**

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

##### **1.5. Stock**

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

##### **1.6. 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 or to receive more, tax, with the following exceptions:

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 tax 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.

##### **1.7. Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Profit and Loss account.

**Arco Redman Limited**

**Notes to the abbreviated financial statements  
for the year ended 31 December 2005**

..... continued

<b>2. Fixed assets</b>	<b>Tangible fixed assets £</b>
<b>Cost</b>	
At 1 January 2005	5,829
At 31 December 2005	5,829
<b>Depreciation</b>	
At 1 January 2005	970
Charge for year	1,629
At 31 December 2005	2,599
<b>Net book values</b>	
At 31 December 2005	3,230
At 31 December 2004	4,859

<b>3. Creditors: amounts falling due after more than one year</b>	<b>31/12/05 £</b>	<b>31/12/04 £</b>
Creditors include the following:		
Unsecured loan stock 2009	50,000	50,000

During October 2004 the company issued £25,000 unsecured loan stock 2009 to each of Arco Reuver B.V. and Redman Fisher Engineering Ltd. Interest is paid at 2% over base rate and amounted to £2,325 during the year (2004 - £620).

# Arco Redman Limited

## Notes to the abbreviated financial statements for the year ended 31 December 2005

..... continued

<b>4. Share capital</b>	<b>31/12/05</b>	<b>31/12/04</b>
	<b>£</b>	<b>£</b>
<b>Authorised</b>		
75,000 Ordinary A shares of £1 each	75,000	75,000
75,000 Ordinary B shares of £1 each	75,000	75,000
	<u>150,000</u>	<u>150,000</u>
<b>Allotted, called up and fully paid</b>		
25,000 Ordinary A shares of £1 each	25,000	25,000
25,000 Ordinary B shares of £1 each	25,000	25,000
	<u>50,000</u>	<u>50,000</u>
<b>Equity Shares</b>		
25,000 Ordinary A shares of £1 each	25,000	25,000
25,000 Ordinary B shares of £1 each	25,000	25,000
	<u>50,000</u>	<u>50,000</u>

## **Arco Redman Limited**

### **Notes to the abbreviated financial statements for the year ended 31 December 2005**

..... continued

#### **5. Related party transactions**

Sales to Redman Fisher Engineering Limited during the 31 December 2005 amounted to £24,166 (2004 - £13,826). Purchases amounted to £995 (2004 - £nil). Trade debtors include £4,566 due from Redman Fisher Engineering Limited as at 31 December 2005 (2004 - £3,960). Trade creditors include £1,028 due to Arco Redman Limited.

Purchases of £1,212,406 were made from Arco Reuver BV during the year (2004 - £219,688) and £573,415 is included in trade creditors at 31 December 2005 (2004 - £219,688). Purchases include £554,073 for manufacturing equipment to be used in 2006. This amount is included in prepayments.

Arco Grating(UK) Limited is a wholly owned subsidiary of Arco Reuver BV. Trade debtors includes £5,823 due from Arco Grating (UK) Limited as at 31 December 2005 (2004 - creditor of £58,939).

Sales of £13,991 were made to Redman Fisher Limited. Redman Fisher Limited is a wholly owned subsidiary of Redman Fisher Engineering Limited.

Sales of £1,236 were made to Lionweld Kennedy Flooring Ltd and £1,452 is included in trade debtors at 31 December 2005. Lionweld Kennedy Flooring Ltd is a wholly owned subsidiary of Hill & Smith Holdings plc.

All of the above transactions were undertaken on an arm's length basis.

Loan notes acquired by Arco Reuver BV and Redman Fisher Engineering Limited are disclosed in note .

#### **6. Ultimate parent undertaking**

25,000 A shares are held by Arco Reuver BV and 25,000 B shares are held by Redman Fisher Engineering Ltd. No party has control of the company and no party has ultimate control of the company.

#### **7. Comparative figures**

The company was incorporated on 5 March 2004 and commenced trading on 1 July 2004. The comparative figures are in respect of the period from incorporation to 31 December 2004.