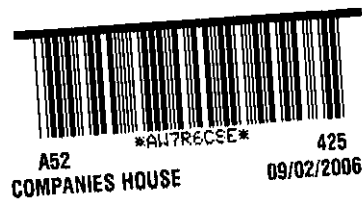


**D A Green & Sons Limited**  
**REPORT AND FINANCIAL STATEMENTS**  
for the year ended  
30 April 2005



Company Registration No. 00537720

# D A Green & Sons Limited

## INDEX TO ANNUAL REPORT & FINANCIAL STATEMENTS

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# D A Green & Sons Limited

## DIRECTORS AND OFFICERS

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### DIRECTORS

D W Green  
D LeSage  
M Smith

### SECRETARY

B Seymour

### BANKERS

Lloyds TSB Bank plc  
Hall Place  
Spalding  
Lincs

### REGISTERED OFFICE

Hackford House  
High Road  
Whaplode  
Spalding  
Lincs

### AUDITORS

Baker Tilly  
Welland House  
High Street  
Spalding  
Lincs

# D A Green & Sons Limited

## DIRECTORS' REPORT

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The directors submit their report and the audited financial statements of D A Green & Sons Limited for the year ended 30 April 2005.

### PRINCIPAL ACTIVITIES

The principal activities are structural engineering and cladding.

### REVIEW OF THE BUSINESS

The company is now in a good position to take advantage of an improvement in the market.

### DISABLED PERSONS

The company will employ disabled persons where they appear to be suitable for a particular vacancy. Employees who have been injured or disabled in the course of their employment can where possible continue in employment with the company.

### EMPLOYEE INVOLVEMENT

The company encourages the involvement of the employees in its management through meetings for the dissemination of information of particular concern to employees and for receiving their views on important matters of policy.

### RESULTS AND DIVIDENDS

The results for the year are shown in the profit and loss account on page 6.

The directors do not recommend the payment of a dividend for the year.

### FIXED ASSETS

Movements in fixed assets are shown in note 6 on page 14.

### DIRECTORS

The following directors have held office during the year ended 30 April 2005.

D W Green

B Seymour

P Howlett White –resigned 15 April 2005

B Seymour resigned as financial director on 1 May 2005.

D Le Sage and M Smith were appointed as directors on 1 May 2005 and offer themselves for election.

D W Green retires by rotation and offers himself for re-election..

# D A Green & Sons Limited

## DIRECTORS' REPORT

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### DIRECTORS' INTERESTS IN SHARES

Directors' interest in the shares of the company, were as follows:-

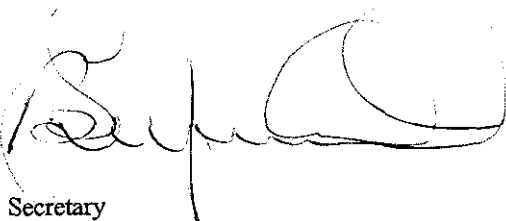
	Ordinary shares of 1p each			
	30.4.05		1.5.04	
	Beneficial	Non-beneficial	Beneficial	Non-beneficial
D W Green	457,800	-	457,800	-
D W Green as trustee				
Share Participation Scheme	-	100,000	-	100,000
Employee Share Trust	-	67,200	-	67,200
D W Green Children's Settlement	-	624,900	-	624,900
B Seymour	1,336	-	-	-
P Howlett White			-	-

No director has been granted or exercised any right to subscribe for shares in the company.

### AUDITORS

A resolution to reappoint Baker Tilly, Chartered Accountants, as auditors will be put to the members at the annual general meeting.

By order of the board



Secretary

10 January 2006

# D A Green & Sons Limited

## DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

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Company law requires the directors to prepare financial statements for each financial year which 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:

- a. select suitable accounting policies and apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- d. 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 requirements of 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.

# INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF D A GREEN & SONS LIMITED

We have audited the financial statements on pages 6 to 19.

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 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

## RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities, on page 4.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you in 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 if, in our opinion, the Directors' Report is not consistent with the financial statements, if 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 transactions with the company is not disclosed.

We read other information contained in the Annual Report, and consider whether it is consistent with the audited financial statements. This other information comprises only the Directors' Report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

## BASIS OF OPINION

We conducted our audit in accordance with United Kingdom Auditing Standards 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 of the state of the company's affairs at 30 April 2005 and of the profit of the company for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Baker Tilly  
Registered Auditor  
Chartered Accountants  
Welland House  
High Street  
Spalding  
Lincs  
PE11 1UB

*Baker Tilly*

*10/01/06*

# D A Green & Sons Limited

## PROFIT AND LOSS ACCOUNT

for the year ended 30 April 2005

	Notes	2005 £	2004 £
TURNOVER		16,070,948	12,953,085
Change in work in progress		<u>(382,789)</u>	<u>172,068</u>
		15,688,159	13,125,153
Raw materials and consumables		(7,676,353)	(5,876,420)
Other external charges		(3,578,801)	(3,163,520)
Staff costs	4	(3,010,138)	(2,824,613)
Depreciation	3	(105,363)	(72,285)
Other operating charges		<u>(1,203,028)</u>	<u>(1,051,008)</u>
OPERATING PROFIT		114,476	137,307
Investment income	1	33,441	35,928
Interest payable	2	<u>(39,057)</u>	<u>(39,231)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	108,860	134,004
Taxation charge	5	<u>(26,790)</u>	<u>(16,699)</u>
RETAINED PROFIT FOR THE YEAR	15	<u>82,070</u>	<u>117,305</u>

The operating profit for the year arises from the company's continuing operations.

A separate statement of recognised gains and losses has not been prepared, as the company has no recognised gains and losses other than the profit for the year.

## NOTE OF HISTORICAL COST PROFITS AND LOSSES

for the year ended 30 April 2005

PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	108,860	134,004
Difference between a historical cost depreciation charge and the actual depreciation charge calculated on the revalued amount	<u>42,033</u>	<u>41,684</u>
Historical cost profit on ordinary activities before taxation	<u>150,893</u>	<u>175,688</u>
Historical cost profit for the year retained after taxation	<u>124,103</u>	<u>158,989</u>

# D A Green & Sons Limited

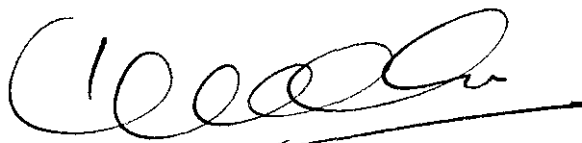
## BALANCE SHEET

as at 30 April 2005

	Notes	2005 £	2004 £
FIXED ASSETS			
Tangible assets	6	2,014,390	2,024,920
Investments	7	<u>126,710</u>	<u>126,710</u>
		2,141,100	2,151,630
CURRENT ASSETS			
Stocks	8	1,190,210	1,594,066
Debtors	9	3,829,167	2,902,453
Cash at bank and in hand		<u>533,881</u>	<u>420,163</u>
		<u>5,553,258</u>	<u>4,916,682</u>
CREDITORS			
Amounts falling due within one year	10	<u>(3,381,539)</u>	<u>(2,627,163)</u>
NET CURRENT ASSETS		<u>2,171,719</u>	<u>2,289,519</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		4,312,819	4,441,149
CREDITORS			
Amounts falling due after more than one year	11	(922,824)	(1,135,224)
PROVISION FOR LIABILITIES AND CHARGES	12	<u>(30,000)</u>	<u>(28,000)</u>
		<u>3,359,995</u>	<u>3,277,925</u>
CAPITAL AND RESERVES			
Called up share capital	13	12,500	12,500
Revaluation reserve	14	1,285,161	1,327,194
Capital redemption reserve	14	16,000	16,000
Profit and loss account	15	<u>2,046,334</u>	<u>1,922,231</u>
SHAREHOLDERS' FUNDS	16	<u>3,359,995</u>	<u>3,277,925</u>

Approved by the board on 10 January 2006.

Director



# D A Green & Sons Limited

## CASHFLOW STATEMENT

for the year ended 30 April 2005

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	Notes	2005 £	2004 £
Cash flow from operating activities	17a	484,827	335,731
Returns on investments and servicing of financing	17b	(30,847)	(27,303)
Taxation		(20,699)	(37,978)
Capital expenditure and financial investment	17b	(94,834)	168,142
Financing	17c	(205,693)	(361,096)
INCREASE IN CASH IN THE PERIOD		<u>132,754</u>	<u>77,496</u>

### RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT

	2005 £	2004 £
Increase in cash in the period	132,754	77,496
Cash to repurchase debt	<u>205,693</u>	<u>361,096</u>
MOVEMENT IN NET DEBT IN THE PERIOD	338,447	438,592
NET DEBT AT 1.5.04	(850,473)	(1,289,065)
NET DEBT AT 30.4.05	<u>(512,026)</u>	<u>(850,473)</u>

# D A Green & Sons Limited

## ACCOUNTING POLICIES

---

### BASIS OF ACCOUNTING

The accounts have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules, modified to include the revaluation of certain freehold properties.

### TANGIBLE FIXED ASSETS

Fixed assets are stated at historical cost less accumulated depreciation apart from freehold land and buildings.

Freehold land and buildings are stated at revaluation as at October 1994 less any subsequent depreciation.

Depreciation is provided on all tangible assets other than freehold land at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:-

Freehold buildings	3 1/3% on revalued amount
Plant and machinery	12½% and 25% on net book amount
Motor vehicles	25% on net book amount
Office equipment	10% on net book amount
Computer equipment and software	25% on net book amount and 25% on cost

### STOCKS AND WORK IN PROGRESS

Stocks and work in progress are valued at the lower of cost and net realisable value. Cost of finished goods and work in progress includes overheads appropriate to the stage of manufacture. Net realisable value is based upon estimated selling price less further costs expected to be incurred to completion and disposal. Provision is made for obsolete and slow moving items.

Long term contracts are assessed on a contract by contract basis. The turnover and profit on long-term contracts is included in the accounts on the basis of surveyors' certificates for the value of work done to date. The amount by which turnover exceeds payments on account is classified as "amounts recoverable on contracts" and included in debtors; to the extent that payments on account exceed relevant turnover, the excess is included as a creditor. The amount of long term contracts, at cost net of amounts transferred to cost of sales, less provision for foreseeable losses and payments on account not matched with turnover, is included within stock.

### 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 that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted 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.

### RETIREMENT BENEFITS

The company operates a defined contribution scheme. The amount charged to the profit and loss account in respect of pension costs and other post retirement benefits is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in the balance sheet.

### TURNOVER

Turnover represents the invoiced value, net of Value Added Tax, of goods sold and services provided to customers and, in the case of long term contracts, credit is taken appropriate to the stage of completion when the outcome of the contract can be assessed with reasonable certainty.

# D A Green & Sons Limited

## ACCOUNTING POLICIES

---

### EMPLOYEES' SHARES TRUST

Assets and liabilities of the Employees' Share Trust are recognised as assets or liabilities of the company until they vest unconditionally in identified beneficiaries.

### SHARE PARTICIPATION SCHEME

The share participation scheme was set up by the unconditional transfer of £188,458 during the year ended 30 April 1998. Assets of the share participation scheme are not recognised as assets of the company.

# D A Green & Sons Limited

## NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 April 2005

	2005 £	2004 £
1 INVESTMENT INCOME		
Bank interest	8,340	10,219
Other interest	167	1,388
Rent received	<u>24,934</u>	<u>24,321</u>
	<u>33,441</u>	<u>35,928</u>
2 INTEREST PAYABLE		
Bank interest	<u>39,057</u>	<u>39,231</u>
3 PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		
Profit on ordinary activities before taxation is stated after charging:		
Operating lease rentals		
Plant and machinery	1,434,266	1,178,396
Auditors' remuneration - audit	11,400	11,300
- non audit services	600	(2,500)
Depreciation and amounts written off tangible fixed assets:		
Depreciation	155,092	145,101
Profit on sale of property	(60,500)	(91,383)
Loss/(profit) on sale of other fixed assets	<u>10,771</u>	<u>18,567</u>
	<u>105,363</u>	<u>72,285</u>

**D A Green & Sons Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 30 April 2005

4	EMPLOYEES	2005 No.	2004 No.
	Average monthly number of persons (including directors) employed by the company during the year was:		
	Production	75	71
	Administration	<u>75</u>	<u>72</u>
		<u>150</u>	<u>143</u>
	Staff costs for the above persons:	2005 £	2004 £
	Wages and salaries	2,688,980	2,515,337
	Redundancy costs	-	810
	Social security costs	262,715	245,483
	Other pension costs	<u>58,443</u>	<u>62,983</u>
		<u>3,010,138</u>	<u>2,824,613</u>
	DIRECTORS REMUNERATION	2005 £	2004 £
	Salary	87,026	103,415
	Benefits	15,537	27,502
	Payments to money purchase scheme	<u>5,681</u>	<u>12,840</u>
	Total emoluments	<u>108,244</u>	<u>143,757</u>
	Emoluments excluding pension scheme contributions		
	Chairman	<u>6,752</u>	<u>19,132</u>
	Highest paid director	<u>54,909</u>	<u>56,511</u>
	The number of directors to whom relevant benefits are accruing under:	No.	No.
	Money purchase pension scheme	<u>2</u>	<u>2</u>

**D A Green & Sons Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 30 April 2005

	2005 £	2004 £
5 TAXATION		
Current tax:		
UK Corporation tax on profits of period	<u>24,790</u>	<u>20,699</u>
Total current tax	24,790	20,699
Deferred tax:		
Origination and reversal of timing differences	<u>2,000</u>	<u>(4,000)</u>
Total deferred tax	2,000	(4,000)
Tax on profit on ordinary activities	<u>26,790</u>	<u>16,699</u>
Factors affecting tax charge for the period		
The tax assessed for the period is higher than the standard rate of corporation tax for small companies 19% (2004: 19%) as explained below:		
Profit on ordinary activities before tax	<u>108,860</u>	<u>134,004</u>
Profit on ordinary activities multiplied by the standard rate of		
Corporation tax for small companies 19% (2004: 19%)	20,683	25,461
Effects of:		
Expenses not deductible for tax purposes	8,864	284
Capital gain not taxable	(11,495)	(17,363)
Capital allowances less than depreciation	4,692	8,790
Loss on disposal of fixed assets	<u>2,046</u>	<u>3,527</u>
Current tax charge for the period	<u>24,790</u>	<u>20,699</u>

# D A Green & Sons Limited

## NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 April 2005

### 6 TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Plant equipment and transport £	Total £
Cost or valuation			
30 April 2004	1,955,150	1,979,086	3,934,236
Additions	-	164,002	164,002
Disposals	-	(126,675)	(126,675)
30 April 2005	<u>1,955,150</u>	<u>2,016,413</u>	<u>3,971,563</u>
Depreciation			
30 April 2004	363,387	1,545,929	1,909,316
Charge for year	45,493	109,599	155,092
Disposals	-	(107,235)	(107,235)
30 April 2005	<u>408,880</u>	<u>1,548,293</u>	<u>1,957,173</u>
Net book amount			
30 April 2005	<u>1,546,270</u>	<u>468,120</u>	<u>2,014,390</u>
30 April 2004	<u>1,591,763</u>	<u>433,157</u>	<u>2,024,920</u>

Included in land and buildings is land valued at £590,350 (2004 £590,350) which is not depreciated.

	2005 £	2004 £
Land and buildings at valuation		
Freehold	1,546,270	1,591,763
Leasehold	-	-
Net book amount	<u>1,546,270</u>	<u>1,591,763</u>

The transitional provisions of FRS15 are being followed. Land and buildings are included in the balance sheet at brought forward valuation which is not being updated. The freehold land and buildings were valued by Brown & Co, Chartered Surveyors, in October 1994 at an Open Market Value on an existing use basis of £1,903,500. Various parcels of land held in 1994 have been disposed of in subsequent years reducing the depreciated 1994 valuation of freehold land and buildings currently held to £1,546,270 (2004 £1,591,763).

	2005 £	2004 £
On an historical cost basis land and buildings would be included at:		
Cost	588,071	588,071
Aggregate depreciation	(326,963)	(323,502)
Net historical cost	<u>261,108</u>	<u>264,569</u>

**D A Green & Sons Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 30 April 2005

	2005	2004
	£	£

7 FIXED ASSET INVESTMENTS

Own shares at cost	<u>126,710</u>	<u>126,710</u>
--------------------	----------------	----------------

The employees' share trust holds 67,200 shares (2004 67,200) in D A Green & Sons Limited. These assets are held for the benefit of qualifying employees and their dependents only.

	2005	2004
	£	£

8 STOCKS

Work in progress	981,931	1,364,720
Raw materials and consumables	<u>208,279</u>	<u>229,346</u>
	<u>1,190,210</u>	<u>1,594,066</u>

	2005	2004
	£	£

9 DEBTORS

Due within one year:		
Amounts recoverable on contracts	3,323,886	2,348,798
Trade debtors	53,688	66,948
Other debtors	19,657	12,265
Prepayments and accrued income	<u>431,936</u>	<u>474,442</u>
	<u>3,829,167</u>	<u>2,902,453</u>

	2005	2004
	£	£

10 CREDITORS: Amounts falling due within one year

Bank loans and overdraft (secured)	123,083	135,412
Trade creditors	2,759,265	2,174,369
Corporation tax	24,790	20,699
Other taxes and social security	400,776	254,270
Accruals and deferred income	<u>73,625</u>	<u>42,413</u>
	<u>3,381,539</u>	<u>2,627,163</u>

# D A Green & Sons Limited

## NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 April 2005

	2005	2004
	£	£
11 CREDITORS: Amounts falling due after more than one year		
Bank loans	444,005	566,792
Loan from director	<u>478,819</u>	<u>568,432</u>
	<u>922,824</u>	<u>1,135,224</u>
Amounts repayable by instalments falling due:		
In one year or less	123,083	116,376
Between one and two years	131,000	123,553
Between two and five years	313,005	418,292
Over five years	<u>-</u>	<u>24,947</u>
	<u>567,088</u>	<u>683,168</u>

The bank loan and overdraft are secured by an unlimited debenture.

The Bank Business Loan is repayable by monthly instalments of £12,850 with interest charged at 1.5% above base rate.

12 PROVISION FOR LIABILITIES AND CHARGES	2005		2004	
	Potential liability	Provision made	Potential liability	Provision made
	£	£	£	£
Deferred taxation				
Corporation tax deferred by:				
Capital allowances	<u>30,000</u>	<u>30,000</u>	<u>28,000</u>	<u>28,000</u>

The potential liabilities and provisions are based on a corporation tax rate of 19% (2004 19%).

It is not anticipated that any significant taxation will become payable on the revaluation surplus as taxation on gains on properties used for the purpose of the company's trade is expected to be deferred indefinitely.

13 SHARE CAPITAL	2005	2004
	£	£
Authorised:		
1,250,000 ordinary shares of 1p each	<u>12,500</u>	<u>12,500</u>
Allotted, issued and fully paid:		
1,250,000 ordinary shares of 1p each	<u>12,500</u>	<u>12,500</u>

### EMPLOYEES' SHARE TRUST

D W Green and B Seymour are trustees of the D A Green & Sons Employees' Share Trust which was adopted on 26 March 1999. The trust is for the benefit of employees, former employees and their dependents. At 30 April 2005 the number of shares held by the Trust was 67,200 ordinary shares of 1p each.

### SHARE INCENTIVE PLAN

11,143 shares were appropriated to employees under a Share Incentive Plan. Directors interests included within the Share Incentive Plan are B Seymour 1,132 shares (2004 575) P Howlett White Nil shares (2004 575).

# D A Green & Sons Limited

## NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 April 2005

### 13 SHARE CAPITAL continued

#### SHARE PARTICIPATION SCHEME

D W Green and B Seymour are trustees of the D A Green Share Participation Scheme which was adopted on 30 April 1999. The number of shares originally held by the Scheme was 100,000 ordinary shares of 1p each. The company appropriated 9,479 shares to employees from the Share Participation Scheme during the year ended 30 April 2003. Directors interests included within the Share Participation Scheme are B Seymour 204 shares (2004 204). During the year ended 30 April 2004 the scheme has bought 9,852 shares at a cost of £15,115 financed by a loan from D A Green & Sons Limited.

	2005 £	2004 £
14 RESERVES		
Revaluation reserve		
30 April 2004	1,327,194	1,346,219
Realised on disposal	-	22,659
Depreciation on revaluation surplus transferred to profit and loss account	(42,033)	(41,684)
30 April 2005	<u>1,285,161</u>	<u>1,327,194</u>
Capital redemption reserve		
30 April 2004 and 30 April 2005	<u>16,000</u>	<u>16,000</u>
	2005 £	2004 £
15 PROFIT AND LOSS ACCOUNT		
30 April 2004	1,922,231	1,785,901
Retained profit for the year	82,070	117,305
Realised on disposal	-	(22,659)
Transfer from revaluation reserve	<u>42,033</u>	<u>41,684</u>
30 April 2005	<u>2,046,334</u>	<u>1,922,231</u>
	2005 £	2004 £
16 RECONCILIATION OF SHAREHOLDERS' FUNDS		
Profit for the financial year	<u>82,070</u>	<u>117,305</u>
Net addition to shareholders' funds	82,070	117,305
Opening shareholders' funds	<u>3,277,925</u>	<u>3,160,620</u>
Closing shareholders' funds	<u>3,359,995</u>	<u>3,277,925</u>

**D A Green & Sons Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 30 April 2005

	2005 £	2004 £
<b>17 CASHFLOWS</b>		
<b>a. Reconciliation of operating profit to net cash inflow from operating activities</b>		
Operating profit	114,476	137,307
Rent received	21,974	27,281
Depreciation charges	155,092	145,101
Profit on sale of property	(60,500)	(91,383)
Loss on sale of other tangible fixed assets	10,771	18,567
Decrease/(increase) in stocks	403,856	(290,041)
Increase in debtors	(928,304)	(68,922)
Increase in creditors	<u>767,462</u>	<u>457,821</u>
Net cash inflow from operating activities	<u>484,827</u>	<u>335,731</u>
<b>b. Analysis of cash flows for headings netted in the cash flow</b>		
<b>Returns on investments and servicing of finance</b>		
Interest received	8,257	11,807
Interest paid	<u>(39,104)</u>	<u>(39,110)</u>
Net cash outflow for returns on investment and servicing of finance	<u>(30,847)</u>	<u>(27,303)</u>
<b>Capital expenditure and financial investment</b>		
Purchase of tangible fixed assets	(164,002)	(72,558)
Sale of tangible fixed assets	<u>69,168</u>	<u>240,700</u>
Net cash (outflow)/inflow for capital expenditure and financial investment	<u>(94,834)</u>	<u>168,142</u>
<b>c. Financing</b>		
Debt due within one year		
Increase in short-term borrowings	6,707	4,203
Debt due beyond one year		
Repayment of secured loan	(122,787)	(116,472)
Repayment of unsecured loan	<u>(89,613)</u>	<u>(248,827)</u>
Net cash outflow from financing	<u>(205,693)</u>	<u>(361,096)</u>

# D A Green & Sons Limited

## NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 April 2005

### 17 CASHFLOWS continued

	30.04.04	Cash flow	Other non cash changes	30.04.05
d.	£	£	£	£
Cash in hand, at bank	420,163	113,718	-	533,881
Overdrafts	<u>(19,036)</u>	<u>19,036</u>	<u>-</u>	<u>-</u>
Debt due within 1 year	(116,376)	(6,707)	-	(123,083)
Debt due after 1 year	<u>(1,135,224)</u>	<u>151,900</u>	<u>60,500</u>	<u>(922,824)</u>
Total	<u>(850,473)</u>	<u>277,947</u>	<u>60,500</u>	<u>(512,026)</u>
			2005 £	2004 £

### 18 CAPITAL COMMITMENTS

Capital expenditure contracted for but not provided in the financial statements

Nil      18,000

### 19 PENSION COMMITMENTS

The company operates defined contribution schemes. The assets of the schemes are held separately from those of the company in independently administered funds. The pension cost charge represents contributions payable by the company to the funds and amounted to £58,443 (2004 £62,983). Contributions totalling £10,490 (2004 £11,241) were payable to the fund at the year end and are included in accounts as accruals and deferred income.

The company also has a scheme which is part defined contribution and part defined benefit. This is in the process of being wound up, and no contributions are being made to the scheme. The scheme is adequately funded as per the most recent actuarial valuation. Full FRS17 disclosures have therefore not been adopted in these financial statements.

### 20 RELATED PARTIES

The company is under the sole control of D W Green. At 30 April 2005 the company owed D W Green £478,819 (2004 £568,432).

At 30 April 2005 the company was owed £15,115 by the Share Participation Scheme regarding a loan for the purchase of shares