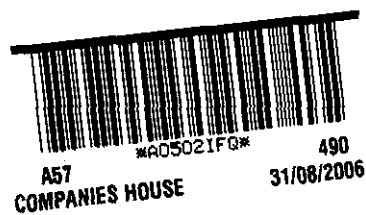


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COMPANY REGISTRATION NUMBER 00877614

SOUTHWARK & BOON LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2006



SOUTHWARK & BOON LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2006

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SOUTHWARK & BOON LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The director

Mr A T Boon

Company secretary

Mrs B Webb

Registered office

7-11 Nelson Street
Southend-on-Sea
Essex
SS1 1EH

Accountants

MGI Rickard Keen LLP
Chartered Accountants
9 Nelson Street
Southend-on-Sea
Essex
SS1 1EH

SOUTHWARK & BOON LIMITED

THE DIRECTOR'S REPORT

YEAR ENDED 31 MARCH 2006

The director presents his report and the unaudited financial statements of the company for the year ended 31 March 2006.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year continued to be that of design and commercial refurbishment specialists, incorporating the installation of office partitioning and the supply of office furniture and stationery.

THE DIRECTOR AND HIS INTERESTS IN THE SHARES OF THE COMPANY

The director who served the company during the year together with his beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At	At
	31 March 2006	1 April 2005
Mr A T Boon	1,160	1,160
Mr K H Boon	1,305	1,305
Mrs P E A Boon	<u>435</u>	<u>435</u>

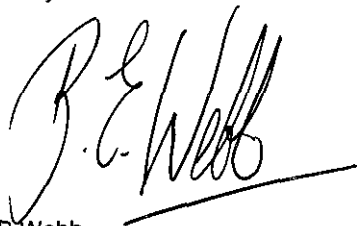
Mr K H Boon retired as a director on 5 April 2006.

Mrs P E A Boon retired as a secretary on 5 April 2006.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Signed by order of the director



Mrs B Webb
Company Secretary

Approved by the director on 16 August 2006

SOUTHWARK & BOON LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MARCH 2006

	Note	2006 £	2005 £
TURNOVER		1,147,471	874,629
Cost of sales		<u>664,743</u>	<u>523,054</u>
GROSS PROFIT		482,728	351,575
Administrative expenses		<u>450,122</u>	<u>408,774</u>
OPERATING PROFIT/(LOSS)	2	32,606	(57,199)
Interest receivable		—	297
Interest payable and similar charges		<u>(1,930)</u>	<u>(2,916)</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		30,676	(59,818)
RETAINED PROFIT/(LOSS) FOR THE FINANCIAL YEAR		30,676	(59,818)
Balance brought forward		<u>(148,009)</u>	<u>(88,191)</u>
Balance carried forward		<u>(117,333)</u>	<u>(148,009)</u>

The notes on pages 5 to 8 form part of these financial statements.

SOUTHWARK & BOON LIMITED

BALANCE SHEET

31 MARCH 2006

	Note	2006 £	£	2005 £	£
FIXED ASSETS					
Tangible assets	3		124,883		73,458
Investments	4		<u>2,500</u>		<u>2,500</u>
			127,383		75,958
CURRENT ASSETS					
Stocks		27,146		33,696	
Debtors	5	<u>107,697</u>		<u>182,077</u>	
Cash at bank		4		4	
		134,847		215,777	
CREDITORS: Amounts falling due within one year	6	<u>369,639</u>		<u>428,630</u>	
NET CURRENT LIABILITIES			(234,792)		(212,853)
TOTAL ASSETS LESS CURRENT LIABILITIES			(107,409)		(136,895)
CREDITORS: Amounts falling due after more than one year	7		<u>7,024</u>		<u>8,214</u>
			<u>(114,433)</u>		<u>(145,109)</u>
CAPITAL AND RESERVES					
Called-up equity share capital	10		2,900		2,900
Profit and loss account			<u>(117,333)</u>		<u>(148,009)</u>
DEFICIT			<u>(114,433)</u>		<u>(145,109)</u>

The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

These financial statements were approved and signed by the director on 16 August 2006.

Mr A T Boon
Director



The notes on pages 5 to 8 form part of these financial statements.

SOUTHWARK & BOON LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2006

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

Consolidation

In the opinion of the director, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Refurbishment Costs	- 10 yrs Straight Line
Fixtures & Fittings	- 15% Reducing Balance
Motor Vehicles	- 25% Reducing Balance

Stocks

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

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line 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.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

SOUTHWARK & BOON LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2006

2. OPERATING PROFIT/(LOSS)

Operating profit/(loss) is stated after charging/(crediting):

	2006 £	2005 £
Director's emoluments	74,513	81,768
Staff pension contributions	3,019	2,920
Amortisation	6,499	—
Depreciation of owned fixed assets	7,458	6,113
Depreciation of assets held under hire purchase agreements	7,578	11,963
Profit on disposal of fixed assets	(134)	—

3. TANGIBLE FIXED ASSETS

	Refurbish- ment costs £	Fixtures & Fittings £	Motor Vehicles £	Total £
COST				
At 1 April 2005	—	61,996	64,290	126,286
Additions	64,985	—	12,341	77,326
Disposals	—	—	(10,350)	(10,350)
At 31 March 2006	64,985	61,996	66,281	193,262
DEPRECIATION				
At 1 April 2005	—	21,117	31,711	52,828
Charge for the year	6,499	6,132	8,904	21,535
On disposals	—	—	(5,984)	(5,984)
At 31 March 2006	6,499	27,249	34,631	68,379
NET BOOK VALUE				
At 31 March 2006	58,486	34,747	31,650	124,883
At 31 March 2005	—	40,879	32,579	73,458

Hire purchase agreements

Included within the net book value of £124,883 is £29,779 (2005 - £41,004) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £7,578 (2005 - £11,963).

4. INVESTMENTS

	Shares £
COST	
At 1 April 2005 and 31 March 2006	2,500
NET BOOK VALUE	
At 31 March 2006	2,500
At 31 March 2005	2,500

SOUTHWARK & BOON LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2006

4. INVESTMENTS *(continued)*

The company owns 100% of the issued share capital of the Southwark Office Supplies Ltd a dormant company.

	2006 £	2005 £
Aggregate capital and reserves		
Southwark Office Supplies Ltd	2,500	2,500
Profit and (loss) for the year		
Southwark Office Supplies Ltd	-	-

5. DEBTORS

	2006 £	2005 £
Trade debtors	91,863	155,266
Directors current accounts	-	8,823
Other debtors	15,834	17,988
	<u>107,697</u>	<u>182,077</u>

6. CREDITORS: Amounts falling due within one year

	2006 £	2005 £
Bank loans and overdrafts	171,771	206,912
Trade creditors	103,508	65,492
Other taxation and social security	25,261	13,727
Hire purchase agreements	10,439	11,816
Other creditors	58,660	130,683
	<u>369,639</u>	<u>428,630</u>

The company's overdraft is secured on the assets of the company.

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2006 £	2005 £
Bank loans and overdrafts	<u>171,771</u>	<u>206,912</u>

7. CREDITORS: Amounts falling due after more than one year

	2006 £	2005 £
Hire purchase agreements	<u>7,024</u>	<u>8,214</u>

8. PENSIONS

The pension costs charged in the financial statements represent the contributions payable by the company during the year.

SOUTHWARK & BOON LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2006

9. RELATED PARTY TRANSACTIONS

The company was under the control of the directors throughout the current and previous year. During the year A Boon gave a loan to the company of £60,000 to finance the refurbishment of the Tallon Road premises. The amount owed at the balance sheet was £52,500 (2005: £7,500 owed to the company).

During the year K Boon repaid some of his loan, the amount owed to the company at the balance sheet date was £63 (2005: £1,323).

A balance of £2,500 (2005: £2,500) was owed to Southwark Office Supplies Ltd, the dormant subsidiary, and is included within other creditors falling due within one year.

10. SHARE CAPITAL

Authorised share capital:

	2006	2005
	£	£
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

Allotted, called up and fully paid:

	2006		2005	
	No	£	No	£
Ordinary shares of £1 each	<u>2,900</u>	<u>2,900</u>	<u>2,900</u>	<u>2,900</u>