

CRICKHOWELL ESTATES LIMITED

Report and Financial Statements

31 March 2006

WEDNESDAY



ACU4GM3P

A54

10/01/2007

8

COMPANIES HOUSE

REPORT AND FINANCIAL STATEMENTS 2006

CONTENTS	Page
Officers and professional advisers	1
Directors' report	2
Statement of directors' responsibilities	3
Independent auditors' report	4
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

R A E Herbert, CBE
R E Phillips, FRICS

SECRETARY

D G Metters

REGISTERED OFFICE

23a Gold Tops
Newport
South Wales
NP20 4UL

BANKERS

National Westminster Bank Plc

AUDITORS

Deloitte & Touche LLP
Chartered Accountants
Cardiff

DIRECTORS' REPORT

The directors present their annual report and the audited financial statements for the year ended 31 March 2006.

ACTIVITIES

The company's principal activity is that of property development.

REVIEW OF DEVELOPMENTS AND FUTURE PROSPECTS

The results for the financial year are shown in the profit and loss account on page 5 and the position of the company at the year-end is shown in the balance sheet on page 6.

The directors are satisfied with the results for the financial year and are optimistic regarding the company's future prospects.

DIVIDENDS

The directors do not recommend the payment of a dividend (2005 - £nil).

DIRECTORS AND THEIR INTERESTS

The directors of the company, who served throughout the financial year, are as set out on page 1.

The directors held no interests in the share capital of the company, nor any other group company during the financial year.

AUDITORS

In the case of each of the persons who are directors of the company at the date when this report is approved:

- so far as each of the directors is aware, there is no relevant audit information (as defined in the Companies Act 1985) of which the company's auditors are unaware; and
- each of the directors has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information (as defined) and to establish that the company's auditors are aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s234ZA of the Companies Act 1985.

Deloitte & Touche LLP have indicated their willingness to continue in office as the company's auditors and a resolution for their reappointment will be proposed at the forthcoming Annual General Meeting.

Approved by the Board of Directors
and signed on behalf of the Board



D G Metters
Secretary

Date 21/12/06.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the annual report including the financial statements. The directors have chosen to prepare the financial statements for the company in accordance with United Kingdom Generally Accepted Accounting Practice (UK GAAP).

Company law requires the directors to prepare such financial statements for each financial year which give a true and fair view, in accordance with UK GAAP, of the state of affairs of the company and of the profit or loss of the company for that period. The financial statements should also comply with UK GAAP and the Companies Act 1985. In preparing those financial statements, the directors are required to:

- (a) select suitable accounting policies and then apply them consistently;
- (b) make judgements and estimates that are reasonable and prudent;
- (c) state whether applicable accounting standards have been followed; and
- (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 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 CRICKHOWELL ESTATES LIMITED

We have audited the financial statements of Crickhowell Estates Limited for the year ended 31 March 2006 which comprise the profit and loss account, the balance sheet and the related notes 1 to 13. 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 annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the statement of directors' responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant United Kingdom 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, in accordance with the relevant financial reporting framework, and are properly prepared in accordance with the Companies Act 1985. We report to you whether in our opinion the information given in the directors' report is consistent with the financial statements. We also 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 directors' report and the other information contained in the annual report for the above year as described in the contents section and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements.

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 March 2006 and of its loss for the year then ended; and
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the directors' report is consistent with the financial statements.

Deloitte Touche LLP

Deloitte & Touche LLP
Chartered Accountants and Registered Auditors
Cardiff, United Kingdom

Date *5 January* 2007

PROFIT AND LOSS ACCOUNT
Year ended 31 March 2006

	Note	2006 £	2005 £
TURNOVER	2	40,155	118,613
Cost of sales		<u>(87,077)</u>	<u>(110,858)</u>
Gross (loss)/profit		(46,921)	7,755
Administrative expenses		<u>(11,381)</u>	<u>(29,364)</u>
OPERATING LOSS		(58,303)	(21,609)
Interest receivable and similar income		781	-
Interest payable and similar charges	4	<u>(9,601)</u>	<u>(20,369)</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	5	(67,122)	(41,978)
Tax on loss on ordinary activities	6	<u>-</u>	<u>-</u>
LOSS FOR THE FINANCIAL YEAR	11	<u><u>(67,122)</u></u>	<u><u>(41,978)</u></u>

All activities derive from continuing operations.

There have been no recognised gains and losses for the current financial year or the prior financial year other than as stated in the profit and loss account and, accordingly, no separate statement of total recognised gains and losses is presented.

CRICKHOWELL ESTATES LIMITED

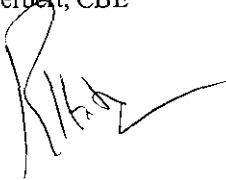
BALANCE SHEET 31 March 2006

	Note	2006 £	2005 £
CURRENT ASSETS			
Stocks	7	1,258,604	738,538
Debtors and prepayments	8	11,127	502,337
		<u>1,269,731</u>	<u>1,240,875</u>
CREDITORS: amounts falling due within one year	9	<u>(1,757,373)</u>	<u>(1,661,395)</u>
NET LIABILITIES		<u>(487,642)</u>	<u>(420,520)</u>
SHARE CAPITAL AND RESERVES			
Called up share capital	10	3,000	3,000
Profit and loss account	11	<u>(490,642)</u>	<u>(423,520)</u>
TOTAL SHAREHOLDERS' DEFICIT	11	<u>(487,642)</u>	<u>(420,520)</u>

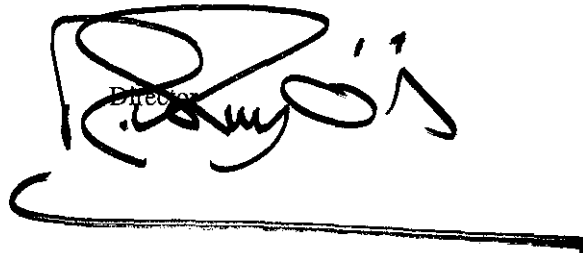
These financial statements were approved and signed by the Board of Directors on 21/12/2006

R A E Herbert, CBE

Director



R E Phillips, FRICS



NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2006

1. ACCOUNTING POLICIES

The financial statements are prepared in accordance with applicable United Kingdom accounting standards. The particular accounting policies adopted, which have been applied consistently throughout the financial year and the prior financial year, are described below.

Accounting convention

The financial statements are prepared under the historical cost convention.

Cash flow statement

The company has taken advantage of the exemption under FRS1 (revised 1996) from preparing a cash flow statement, being a wholly owned subsidiary undertaking of a company preparing consolidated financial statements which are publicly available.

Related party transactions

The company has taken advantage of the exemption conferred by paragraph 17 of FRS 8, 'Related party disclosures', and has not disclosed transactions with other group companies.

Stocks

Stocks are stated at the lower of cost and net realisable value, and consist of property held for resale and development.

Taxation

Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted at the balance sheet date.

Deferred taxation is provided in full on timing differences that result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements.

Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

2. TURNOVER

	2006 £	2005 £
This relates to:		
Rents receivable	38,190	115,223
Administration charges	1,965	3,390
	<u>40,155</u>	<u>118,613</u>

Turnover represents the services provided, stated net of value added tax, and arises in the United Kingdom. Turnover is recognised over the term in which the services are being provided to the tenants.

3. INFORMATION REGARDING DIRECTORS AND EMPLOYEES

The company's only employees are its directors who received no remuneration during the financial year and the prior financial year.

The directors are remunerated by the parent company for their services to the group as a whole. It is not practicable to apportion directors' remuneration between group companies.

NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 March 2006

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2006 £	2005 £
Bank loans and overdrafts	9,601	20,369

5. LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION

	2006 £	2005 £
Loss on ordinary activities before taxation is after charging		
Auditors' remuneration	1,050	1,000

6. TAX ON LOSS ON ORDINARY ACTIVITIES

	2006 £	2005 £
Current taxation		
United Kingdom corporation tax:		
Current tax on income for the year at 30% (2005 – 30%)	-	-

The difference between the current taxation shown above and the amount calculated by applying the standard rate of UK corporation tax to the loss before tax is as follows:

	£	£
Loss on ordinary activities before tax	(67,123)	(41,978)
Tax on loss on ordinary activities before tax at 30% (2005 – 30%)	(20,137)	(12,593)
Factors affecting charge for the year		
Utilisation of tax losses	-	(1)
Group relief surrendered	20,137	12,594
Current tax charge for year	-	-

A deferred tax asset has not been recognised in respect of timing differences relating to trading losses carried forward, as there is insufficient evidence that the asset will be recovered. The amount of the asset not recognised is approximately £72,665. The asset would be recovered if the Company made trading profits from the same trade in future periods.

7. STOCKS

Stocks consist of land and property.

NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 March 2006

8. DEBTORS

	2006 £	2005 £
Other debtors and prepayments	11,127	502,337

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2006 £	2005 £
Bank overdraft	20,388	2,203
Bank loan	-	350,000
Trade creditors	202	-
Amounts due to parent company	1,718,058	1,290,522
Amounts due to related parties	5,199	4,670
Other creditors	2,249	4,100
Accruals and deferred income	11,276	9,900
	<u>1,757,373</u>	<u>1,661,395</u>

10. CALLED UP SHARE CAPITAL

	2006 £	2005 £
Authorised, allotted and fully paid 3,000 ordinary shares of £1 each	3,000	3,000

11. COMBINED STATEMENT OF MOVEMENT IN SHAREHOLDERS' FUNDS AND STATEMENT OF MOVEMENTS ON RESERVES

	Share capital £	Profit and loss account £	Total £
At 1 April 2005	3,000	(423,520)	(420,520)
Loss attributable to members of the company	-	(67,122)	(67,122)
At 31 March 2006	<u>3,000</u>	<u>(490,642)</u>	<u>(487,642)</u>

NOTES TO THE FINANCIAL STATEMENTS**Year ended 31 March 2006****12. RELATED PARTY TRANSACTIONS**

Name of related party	Director with a significant interest
R E Phillips & Partners	R E Phillips, FRICS
Pontymister Developments Limited	R E Phillips, FRICS
Trustees of Llanarth Estate	R A E Herbert, CBE

During the year, Crickhowell Estates Limited made purchases from Pontymister Developments Limited of £54,574 (2005 - £72,580). At the year-end, there was £5,199 (2005 - £4,670) owed to Pontymister Developments Limited. There was also, £1,500 (2005 - £1,200) owed to the Trustees of Llanarth Estate at the year end.

The company has taken advantage of the exemption under FRS 8 as a subsidiary undertaking which is more than 90% controlled by the ultimate parent undertaking and has not disclosed transactions with other group companies.

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2006

13. ULTIMATE PARENT COMPANY AND CONTROLLING PARTY

The ultimate parent company is Newbridge Construction Limited, a company registered in England and Wales. This is the parent of the smallest and largest group for which consolidated financial statements are prepared. There is no ultimate controlling party.

Copies of the group financial statements of Newbridge Construction Limited are available from Companies House, Crown Way, Maindy, Cardiff.