

ANNUAL RETURN

COWGILL HOLLOWAY

Company Registration No 1501584 (England and Wales)

ROSSENDALES LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 JANUARY 2007



ACCOUNTS
O. C. APPROVED
www.cowgills.co.uk

ROSSENDALES LIMITED

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ROSSENDALES LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 JANUARY 2007

The directors present their report and financial statements for the year ended 31 January 2007

Principal activities and review of the business

The principal activity of the company continued to be that of certificated bailiffs and the provision of enforcement services

The Directors are satisfied with the Company's performance for the year

The merger between the Inland Revenue and Excise & Customs, in September 2006, resulted in a HMRC directive to action customs cases in-house. The loss of these cases was countered and exceeded by the successful acquisition of new clients and the Board consider the increase in turnover to be a significant achievement

The Board have continued their investment strategy, with unceasing investment in the IT infrastructure, training, performance management and its corporate debt policy

The increase in turnover for the 8th year running, clearly demonstrates the Boards commitment to remain at the forefront of the enforcement industry and they are confident that 2008 will see this record continue, as new contracts are won and clients see the benefits of this continuing investment

Results and dividends

The results for the year are set out on page 4

Directors

The following directors have held office since 1 February 2006

J Green-Jones

M Coatman

(Resigned 21 March 2007)

B Dew

(Resigned 12 October 2006)

D Chapman

M Shang

Directors' interests

The directors' interests in the shares of the company were as stated below

	Ordinary Class B of £1 each	
	31 January 2007	1 February 2006
M Coatman	1,017	1,017
D Chapman	-	-
M Shang	-	-
J Green-Jones	168	168

	Ordinary Class C of £1 each	
	31 January 2007	1 February 2006
M Coatman	1	1
D Chapman	-	-
M Shang	-	-
J Green-Jones	-	-

ROSSENDALES LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2007

	Ordinary Class D of £1 each	
	31 January 2007	1 February 2006
M Coatman	-	-
D Chapman	-	-
M Shang	-	-
J Green-Jones	1	1

Auditors

Cowgill Holloway LLP were appointed auditors to the company and in accordance with section 385 of the Companies Act 1985, a resolution proposing that they be re-appointed will be put to the Annual General Meeting

Directors' responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

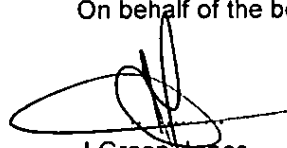
The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

Statement of disclosure to auditor

(a) so far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware, and

(b) they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information

On behalf of the board



J Green-Jones
Director
10 September 2007

ROSSENDALES LIMITED

INDEPENDENT AUDITORS' REPORT TO ROSSENDALES LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 4 to 17, together with the financial statements of Rossendales Limited for the year ended 31 January 2007 prepared under section 226 of the Companies Act 1985

This report is made solely to the company in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company those matters we are required to state to them in an auditor's report on abbreviated accounts 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, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246A 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 section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

Basis of audit opinion

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.



Cowgill Holloway LLP

Chartered Accountants
Registered Auditor

10 September 2007

Regency House
45 - 51 Chorley New Road
Bolton
Lancashire
BL1 4QR

ROSSENDALES LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 JANUARY 2007

	Notes	2007 £	2006 £
Gross profit		8,908,511	8,628,659
Administrative expenses		(7,766,194)	(8,440,927)
Operating profit	2	1,142,317	187,732
Investment income	3	-	4,200
Other interest receivable and similar income		126,431	85,181
Interest payable and similar charges	4	(13,103)	(12,401)
Profit on ordinary activities before taxation		1,255,645	264,712
Tax on profit on ordinary activities	5	(429,390)	(77,694)
Profit for the year	14	826,255	187,018

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

The profit on ordinary activities before taxation and the retained profit/(loss) have been calculated on the historical cost basis

ROSSENDALES LIMITED

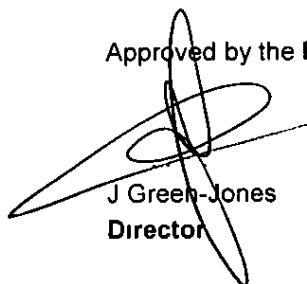
ABBREVIATED BALANCE SHEET

AS AT 31 JANUARY 2007

	Notes	2007 £	£	2006 £	£
Fixed assets					
Tangible assets	7		254,470		431,565
Current assets					
Debtors	8	1,134,169		716,025	
Cash at bank and in hand		4,139,348		2,947,206	
		<u>5,273,517</u>		<u>3,663,231</u>	
Creditors' amounts falling due within one year	9	<u>(3,801,528)</u>		<u>(3,178,199)</u>	
Net current assets			<u>1,471,989</u>		<u>485,032</u>
Total assets less current liabilities			<u>1,726,459</u>		<u>916,597</u>
Creditors: amounts falling due after more than one year	10		(56,015)		(70,706)
Provisions for liabilities	11		-		(1,702)
			<u>1,670,444</u>		<u>844,189</u>
Capital and reserves					
Called up share capital	13		1,187		1,187
Other reserves	14		167,002		167,002
Profit and loss account	14		1,502,255		676,000
Shareholders' funds	15		<u>1,670,444</u>		<u>844,189</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies

Approved by the Board and authorised for issue on 10 September 2007


J Green-Jones
Director

ROSSENDALES LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 JANUARY 2007

	£	2007 £	£	2006 £
Net cash inflow from operating activities		1,233,785		368,642
Returns on investments and servicing of finance				
Interest received	126,431		85,181	
Interest paid	(13,103)		(12,401)	
Net cash inflow for returns on investments and servicing of finance		113,328		72,780
Taxation		(97,572)		21,504
Capital expenditure and financial investment				
Payments to acquire intangible assets	-		(207,191)	
Payments to acquire tangible assets	(54,468)		-	
Receipts from sales of intangible assets	-		31,500	
Receipts from sales of tangible assets	122,300		56,914	
Receipts from sales of investments	-		4,200	
Net cash inflow/(outflow) for capital expenditure		67,832		(114,577)
Net cash inflow before management of liquid resources and financing		1,317,373		348,349
Financing				
Capital element of hire purchase contracts	(125,231)		(48,381)	
Net cash outflow from financing		(125,231)		(48,381)
Increase in cash in the year		1,192,142		299,968

ROSSENDALES LIMITED

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 JANUARY 2007

1	Reconciliation of operating profit to net cash inflow from operating activities	2007	2006
		£	£
	Operating profit	1,142,317	187,732
	Depreciation of tangible assets	194,386	208,580
	Profit on disposal of tangible assets	(19,628)	(600)
	Profit on disposal of intangible assets	-	(31,500)
	Increase in debtors	(394,349)	(51,829)
	Increase in creditors within one year	311,059	56,259
	Net cash inflow from operating activities	1,233,785	368,642

2	Analysis of net funds	1 February 2006	Cash flow	Other non-cash changes	31 January 2007
		£	£	£	£
	Net cash				
	Cash at bank and in hand	2,947,206	1,192,142	-	4,139,348
	Bank deposits	-	-	-	-
	Debt				
	Finance leases	(175,279)	125,231	(65,495)	(115,543)
	Net funds	2,771,927	1,317,373	(65,495)	4,023,805

3	Reconciliation of net cash flow to movement in net funds	2007	2006
		£	£
	Increase/(decrease) in cash in the year	1,192,142	(294,948)
	Cash outflow/(inflow) from decrease/(increase) in debt and lease financing	125,231	(175,279)
	Change in net debt resulting from cash flows	1,317,373	(470,227)
	New finance lease	(65,495)	-
	Movement in net funds in the year	1,251,878	(470,227)
	Opening net funds	2,771,927	3,242,154
	Closing net funds	4,023,805	2,771,927

ROSSENDALES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 JANUARY 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 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

Fixtures, fittings & equipment	15% - 33% straight line
Motor vehicles	25% straight line

1.5 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

1.6 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable

1.7 Deferred taxation

Deferred tax is recognised in respect of all timing differences which have originated but not reversed at the balance sheet date. Timing differences are differences between taxable profits and the results as stated in the financial statements which arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements

A net deferred tax asset is regarded as recoverable and therefore recognised only when it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of underlying timing differences can be deducted

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

ROSSENDALES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2007

2	Operating profit	2007	2006
		£	£
	Operating profit is stated after charging		
	Depreciation of tangible assets	194,386	208,580
	Operating lease rentals		
	- Motor vehicles	105,530	-
	- Other assets	136,197	89,909
	Auditors' remuneration	20,833	15,250
	and after crediting		
	Profit on disposal of tangible assets	(19,628)	(600)
	Profit on disposal of intangible assets	-	(31,500)
		<u> </u>	<u> </u>
3	Investment income	2007	2006
		£	£
	Income from fixed asset investments	-	4,200
	Bank interest	126,431	84,438
	Other interest	-	743
		<u> </u>	<u> </u>
		126,431	89,381
		<u> </u>	<u> </u>
4	Interest payable	2007	2006
		£	£
	Hire purchase interest	13,103	12,401
		<u> </u>	<u> </u>

ROSSENDALES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 JANUARY 2007

5	Taxation	2007	2006
		£	£
	Domestic current year tax		
	U K corporation tax	454,887	97,572
	Current tax charge	454,887	97,572
	Deferred tax		
	Deferred tax charge credit current year	(25,497)	(19,878)
		429,390	77,694
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	1,255,645	264,712
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30 00% (2006 - 30 00%)	376,694	79,414
	Effects of		
	Non deductible expenses	3,989	14,367
	Depreciation add back	58,316	52,944
	Capital allowances	(26,931)	(42,516)
	Chargeable disposals	5,888	4,063
	Waiver of loan to connected company	49,634	-
	Other tax adjustments	(12,703)	(10,700)
		78,193	18,158
	Current tax charge	454,887	97,572
6	Dividends	2007	2006
		£	£
	Ordinary final	-	483,480

The prior year dividend represents a one off dividend paid to M Coatman

ROSSENDALES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2007

7 Tangible fixed assets

	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost			
At 1 February 2006	667,468	425,969	1,093,437
Additions	32,921	87,042	119,963
Disposals	-	(246,595)	(246,595)
At 31 January 2007	700,389	266,416	966,805
Depreciation			
At 1 February 2006	507,218	154,654	661,872
On disposals	-	(143,923)	(143,923)
Charge for the year	112,156	82,230	194,386
At 31 January 2007	619,374	92,961	712,335
Net book value			
At 31 January 2007	81,015	173,455	254,470
At 31 January 2006	160,250	271,315	431,565

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

	Motor vehicles £
Net book values	
At 31 January 2007	173,456
At 31 January 2006	271,315
Depreciation charge for the year	
At 31 January 2007	66,604
At 31 January 2006	80,205

ROSSENDALES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2007

8 Debtors	2007	2006
	£	£
Trade debtors	974,087	541,722
Amounts owed by participating interests	-	39,391
Other debtors	5,700	-
Prepayments and accrued income	130,587	134,912
Deferred tax asset (see note 11)	23,795	-
	<u>1,134,169</u>	<u>716,025</u>

9 Creditors' amounts falling due within one year	2007	2006
	£	£
Net obligations under hire purchase contracts	59,528	104,573
Trade creditors	86,586	38,948
Corporation tax	454,811	97,496
Other taxes and social security costs	345,052	464,930
Directors' current accounts	1,302	69,585
Other creditors	2,785,244	2,322,018
Accruals and deferred income	69,005	80,649
	<u>3,801,528</u>	<u>3,178,199</u>

The obligations under hire purchase contracts are secured against the assets acquired under the agreement

ROSSENDALES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 JANUARY 2007

10 Creditors' amounts falling due after more than one year	2007 £	2006 £
Net obligations under hire purchase contracts	56,015	70,706
Net obligations under hire purchase contracts		
Repayable within one year	59,528	104,573
Repayable between one and five years	56,015	70,706
	115,543	175,279
Included in liabilities falling due within one year	(59,528)	(104,573)
	56,015	70,706

The obligations under hire purchase contracts are secured against the assets acquired under the agreement

11 Provisions for liabilities

The deferred tax asset (included in debtors, note 8) is made up as follows

	2007 £	2006 £
Balance at 1 February 2006	1,702	
Profit and loss account	(25,497)	
Balance at 31 January 2007	(23,795)	
	2007 £	2006 £
Decelerated capital allowances	(23,795)	1,702

ROSSENDALES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2007

12 Pension costs

Defined contribution

	2007 £	2006 £
Contributions payable by the company for the year	14,200	32,400

13 Share capital

	2007 £	2006 £
Authorised		
174,998 Ordinary Class B of £1 each	174,998	174,998
1 Ordinary Class C of £1 each	1	1
1 Ordinary Class D of £1 each	1	1
	<u>175,000</u>	<u>175,000</u>
 Allotted, called up and fully paid		
1,185 Ordinary Class B of £1 each	1,185	1,185
1 Ordinary Class C of £1 each	1	1
1 Ordinary Class D of £1 each	1	1
	<u>1,187</u>	<u>1,187</u>

The Ordinary 'B' Shares are the only shares that are entitled to receive dividends and are entitled to vote

On a winding up the Ordinary 'B', 'C' and 'D' shares would share any proceeds on a predetermined ratio based on the date of any winding up and the amount of the proceeds as detailed in the company's Articles of Association

ROSSENDALES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2007

14 Statement of movements on reserves

	Other reserves (see below) £	Profit and loss account £
Balance at 1 February 2006	167,002	676,000
Profit for the year	-	826,255
	<u>167,002</u>	<u>1,502,255</u>
Balance at 31 January 2007	<u>167,002</u>	<u>1,502,255</u>
Other reserves		
Capital redemption reserve		
Balance at 1 February 2006 & at 31 January 2007	<u>167,002</u>	

15 Reconciliation of movements in shareholders' funds

	2007 £	2006 £
Profit for the financial year	826,255	187,018
Dividends	-	(483,480)
	<u>826,255</u>	<u>(296,462)</u>
Net addition to/(depletion in) shareholders' funds	826,255	(296,462)
Opening shareholders' funds	844,189	1,140,651
	<u>1,670,444</u>	<u>844,189</u>
Closing shareholders' funds	<u>1,670,444</u>	<u>844,189</u>

16 Contingent liabilities

The bank have a deed of charge over the company's monies in relation to a Bonds, Guarantees and Indemnities facility of £1,400,000 provided by the bank to various councils and authorities which deal with the company

ROSSENDALES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2007

17 Financial commitments

At 31 January 2007 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 January 2008

	Land and buildings			Other
	2007	2006	2007	2006
	£	£	£	£
Operating leases which expire				
Between two and five years	-	-	3,200	3,200
In over five years	114,477	56,000	-	-
	<u>114,477</u>	<u>56,000</u>	<u>3,200</u>	<u>3,200</u>

18 Directors' emoluments

	2007	2006
	£	£
Emoluments for qualifying services	746,239	1,842,237
Company pension contributions to money purchase schemes	14,200	30,700
	<u>760,439</u>	<u>1,872,937</u>

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 5 (2006 - 5)

Emoluments disclosed above include the following amounts paid to the highest paid director

Emoluments for qualifying services	290,259	1,091,493
Company pension contributions to money purchase schemes	3,400	20,400
	<u>293,659</u>	<u>1,111,893</u>

19 Transactions with directors

The following directors had interest free loans during the year. The movement on these loans are as follows

	Amount outstanding		Maximum
	2007	2006	in year
	£	£	£
M Coatman	-	-	520,001
	<u>-</u>	<u>-</u>	<u>520,001</u>

ROSSENDALES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2007

20 Employees

Number of employees

The average monthly number of employees (including directors) during the year was

	2007 Number	2006 Number
Management and administration	114	115

Employment costs

	2007 £	2006 £
Wages and salaries	2,046,232	3,196,945
Social security costs	283,194	348,640
Other pension costs	14,200	32,400
	2,343,626	3,577,985

21 Post balance sheet events

On 21 March 2007 Rossendales Limited became a 100% owned subsidiary of Rossendales Corporate Limited. Under the terms of refinancing in connection with this transaction the balance due from Rossendales Collect Limited was waived.