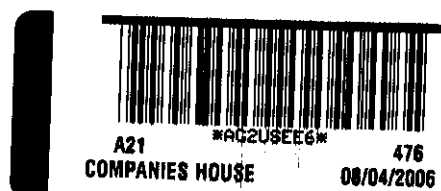


Registration number 1888801

London Property Maintenance (Cleaning) Limited

Abbreviated accounts

for the year ended 31 December 2005



# **London Property Maintenance (Cleaning) Limited**

## **Contents**

|                                     | <b>Page</b>   |
|-------------------------------------|---------------|
| Directors' report                   | <b>1 - 2</b>  |
| Auditors' report                    | <b>3</b>      |
| Abbreviated profit and loss account | <b>4</b>      |
| Abbreviated balance sheet           | <b>5</b>      |
| Cash flow statement                 | <b>6</b>      |
| Notes to the financial statements   | <b>7 - 15</b> |

# London Property Maintenance (Cleaning) Limited

## Directors' report for the year ended 31 December 2005

The directors present their report and the accounts for the year ended 31 December 2005.

### Principal activity and review of the business

The principal activity of the company is that of commercial cleaning and supply of cleaning materials.

### Results and dividends

The results for the year are set out on page 4.

The directors do not recommend payment of a final dividend.

### Directors and their interests

The directors who served during the year and their interests in the company are as stated below:

|           | Class of share  | 31/12/05 | 01/01/05 |
|-----------|-----------------|----------|----------|
| I Perfect | Ordinary shares | -        | -        |

### Directors' responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and 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 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.

The directors of a company must, in determining how amounts are presented within items in the profit and loss account and balance sheet, have regard to the substance of the reported transaction or arrangement, in accordance with generally accepted accounting principles and practice.

### Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Pritchard Fellows & Co Ltd be reappointed as auditors of the company will be put to the Annual General Meeting.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

This report was approved by the Board on 15 March 2006 and signed on its behalf by



Director

**Independent auditors' report to London Property Maintenance (Cleaning) Limited  
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 4 to 15 together with the financial statements of London Property Maintenance (Cleaning) Limited for the year ended 31 December 2005 prepared under Section 226 of the Companies Act 1985.

**Respective responsibilities of directors and auditors**

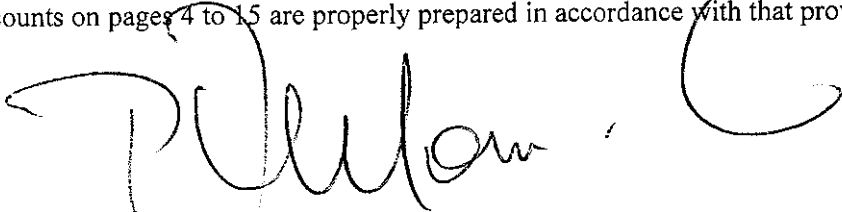
The directors are responsible for preparing abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with that provision 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 full financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985 in respect of the year ended 31 December 2005, and the abbreviated accounts on pages 4 to 15 are properly prepared in accordance with that provision.



**Pritchard Fellows & Co Ltd**  
**Chartered Certified Accountants and**  
**Registered Auditor**

**15 March 2006**

**Melbury House**  
**34 Southborough Road**  
**Bickley**  
**Kent**  
**BR1 2EB**

# London Property Maintenance (Cleaning) Limited

## Abbreviated profit and loss account for the year ended 31 December 2005

|  |          | Continuing operations   |                         |
|--|----------|-------------------------|-------------------------|
|  |          | 2005                    | 2004                    |
|  | Notes    | £                       | £                       |
| <b>Gross profit</b>                                  |          | 3,662,855               | 3,371,058               |
| Administrative expenses                              |          | (2,804,016)             | (2,765,943)             |
| <b>Operating profit</b>                              | <b>2</b> | <u>858,839</u>          | <u>605,115</u>          |
| Other interest receivable and similar income         | <b>3</b> | 12,600                  | 17,714                  |
| Interest payable and similar charges                 | <b>4</b> | <u>(8,430)</u>          | <u>(5,789)</u>          |
| <b>Profit on ordinary activities before taxation</b> |          | 863,009                 | 617,040                 |
| Tax on profit on ordinary activities                 | <b>7</b> | <u>(268,719)</u>        | <u>(189,908)</u>        |
| <b>Profit on ordinary activities after taxation</b>  |          | <u>594,290</u>          | <u>427,132</u>          |
| <b>Retained profit for the year</b>                  |          | 594,290                 | 427,132                 |
| Retained profit brought forward                      |          | 1,793,714               | 1,366,582               |
| <b>Retained profit carried forward</b>               |          | <u><u>2,388,004</u></u> | <u><u>1,793,714</u></u> |

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 7 to 15 form an integral part of these financial statements.

# London Property Maintenance (Cleaning) Limited

## Abbreviated balance sheet as at 31 December 2005

|   |       | 2005               |                  | 2004               |                  |
|---|-------|--------------------|------------------|--------------------|------------------|
|   | Notes | £                  | £                | £                  | £                |
| <b>Fixed assets</b>                                   |       |                    |                  |                    |                  |
| Intangible assets                                     | 8     |                    | 11,496           |                    | 23,000           |
| Tangible assets                                       | 9     |                    | 686,893          |                    | 663,445          |
| Investments   | 10    |                    | 700,000          |                    | 700,000          |
|   |       |                    | <u>1,398,389</u> |                    | <u>1,386,445</u> |
| <b>Current assets</b>                                 |       |                    |                  |                    |                  |
| Stocks  | 11    | 124,078            |                  | 104,793            |                  |
| Debtors   | 12    | 3,067,006          |                  | 2,979,769          |                  |
| Cash at bank and in hand                              |       | 17,956             |                  | 21,876             |                  |
|   |       | <u>3,209,040</u>   |                  | <u>3,106,438</u>   |                  |
| <b>Creditors: amounts falling due within one year</b> | 13    | <u>(2,219,325)</u> |                  | <u>(2,699,069)</u> |                  |
| <b>Net current assets</b>                             |       |                    | 989,715          |                    | 407,369          |
| <b>Net assets</b>                                     |       |                    | <u>2,388,104</u> |                    | <u>1,793,814</u> |
| <b>Capital and reserves</b>                           |       |                    |                  |                    |                  |
| Called up share capital                               | 14    |                    | 100              |                    | 100              |
| Profit and loss account                               |       |                    | 2,388,004        |                    | 1,793,714        |
| <b>Equity shareholders' funds</b>                     | 15    |                    | <u>2,388,104</u> |                    | <u>1,793,814</u> |

The abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies .

The abbreviated accounts were approved by the Board on 15 March 2006 and signed on its behalf by



Director

The notes on pages 7 to 15 form an integral part of these financial statements.

# London Property Maintenance (Cleaning) Limited

## Cash flow statement for the year ended 31 December 2005

|  | Notes | 2005<br>£        | 2004<br>£        |
|--|-------|------------------|------------------|
| <b>Reconciliation of operating profit to net cash inflow from operating activities</b> |       |                  |                  |
| Operating profit   |       | 858,839          | 605,115          |
| Depreciation   |       | 190,396          | 182,814          |
| (Increase) in stocks   |       | (19,285)         | (22,072)         |
| (Increase) in debtors  |       | (87,237)         | (617,130)        |
| (Decrease) in creditors  |       | (634,122)        | 241,632          |
| <b>Net cash inflow from operating activities</b>                                       |       | <u>308,591</u>   | <u>390,359</u>   |
| <b>Cash flow statement</b>   |       |                  |                  |
| Net cash inflow from operating activities  |       | 308,591          | 390,359          |
| Returns on investments and servicing of finance  | 18    | 4,170            | 11,925           |
| Taxation   | 18    | (192,744)        | (105,126)        |
| Capital expenditure  | 18    | (226,364)        | (301,802)        |
| Acquisitions and disposals   | 18    | -                | (125,000)        |
|  |       | <u>(106,347)</u> | <u>(129,644)</u> |
| Financing  | 18    | -                | (24,025)         |
| <b>Decrease in cash in the year</b>  |       | <u>(106,347)</u> | <u>(153,669)</u> |
| <b>Reconciliation of net cash flow to movement in net debt (Note 19)</b>               |       |                  |                  |
| <b>Decrease in cash in the year</b>  |       | (106,347)        | (153,669)        |
| Cash inflow from decrease in debts and lease financing                                 |       | -                | 24,025           |
| Change in net debt resulting from cash flows   |       | (106,347)        | (129,644)        |
| New finance leases and hire purchase contracts   |       | 24,025           | 24,143           |
| <b>Movement in net debt in the year</b>  |       | <u>(82,322)</u>  | <u>(105,501)</u> |
| <b>Net debt at 1 January 2005</b>  |       | <u>(147,738)</u> | <u>(42,237)</u>  |
| <b>Net debt at 31 December 2005</b>  |       | <u>(230,060)</u> | <u>(147,738)</u> |

# London Property Maintenance (Cleaning) Limited

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

..... continued

### 1. Accounting policies

#### 1.1. Accounting convention

The accounts are prepared under the historical cost convention and comply with financial reporting standards of the Accounting Standards Board.

#### 1.2. Turnover

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

#### 1.3. Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life.

#### 1.4. 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<br>and equipment | - 15% pa Reducing Balance |
| Motor vehicles                      | - 25% pa Reducing Balance |

#### 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 constant periodic rates of charge on the net obligations outstanding in each period.

#### 1.6. Investments

*Fixed asset investments are stated at cost less provision for permanent diminution in value.*

#### 1.7. Stock

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

#### 1.8. Pensions

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

The regular cost of providing retirement pensions and related benefits is charged to the profit and loss account over the employees' service lives on the basis of a constant percentage of earnings.

#### 1.9. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.



# London Property Maintenance (Cleaning) Limited

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

### 1.10. Group accounts

The company is entitled to the exemption under Section 248 of the Companies Act 1985 from the obligation to prepare group accounts.

|   |                   |                   |
|---|-------------------|-------------------|
| <b>2. Operating profit</b>  | <b>2005</b>       | <b>2004</b>       |
|   | <b>£</b>          | <b>£</b>          |
| Operating profit is stated after charging:  |                   |                   |
| Depreciation and other amounts written off intangible assets                                | 11,504            | 11,500            |
| Depreciation and other amounts written off tangible assets                                  | 167,557           | 164,900           |
| Loss on disposal of tangible fixed assets   | 11,335            | 6,414             |
| Auditors' remuneration  | 8,400             | 6,000             |
|   | <u>          </u> | <u>          </u> |
| and after crediting:  |                   |                   |
| <b>3. Interest receivable and similar income</b>  | <b>2005</b>       | <b>2004</b>       |
|   | <b>£</b>          | <b>£</b>          |
| Other interest  | 12,600            | 17,714            |
|   | <u>          </u> | <u>          </u> |
| <b>4. Interest payable and similar charges</b>  | <b>2005</b>       | <b>2004</b>       |
|   | <b>£</b>          | <b>£</b>          |
| Interest payable on loans < 1 yr  | 5,816             | -                 |
| Hire purchase interest  | 2,614             | 5,789             |
|   | <u>          </u> | <u>          </u> |
|   | 8,430             | 5,789             |
|   | <u>          </u> | <u>          </u> |
| <b>5. Employees</b>   |                   |                   |
| <b>Number of employees</b>  | <b>2005</b>       | <b>2004</b>       |
| The average monthly numbers of employees<br>(including the directors) during the year were: |                   |                   |
| Management Administration & Cleaning  | 1,793             | 1,702             |
|   | <u>          </u> | <u>          </u> |
| <b>Employment costs</b>   | <b>2005</b>       | <b>2004</b>       |
|   | <b>£</b>          | <b>£</b>          |
| Wages and salaries  | 10,147,224        | 8,384,097         |
| Social security costs   | 110,400           | 113,759           |
| Pension costs-other operating charge  | 12,000            | 12,000            |
|   | <u>          </u> | <u>          </u> |
|   | 10,269,624        | 8,509,856         |
|   | <u>          </u> | <u>          </u> |

**London Property Maintenance (Cleaning) Limited**

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

..... continued

| <b>5.1. Directors' emoluments</b>   | <b>2005</b>   | <b>2004</b>   |
|---|---------------|---------------|
|   | <b>£</b>      | <b>£</b>      |
| Remuneration and other emoluments   | 40,077        | 37,000        |
| Pension contributions   | 3,000         | 3,000         |
|   | <u>43,077</u> | <u>40,000</u> |
|   | <b>Number</b> | <b>Number</b> |
| Number of directors to whom retirement benefits<br>are accruing under a money purchase scheme | <u>1</u>      | <u>1</u>      |

**6. Pension costs**

The company operates a defined contribution pension scheme in respect of the directors. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £12,000 (2004 - £12,000).

**London Property Maintenance (Cleaning) Limited**

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

..... continued

**7. Tax on profit on ordinary activities**

| <b>Analysis of charge in period</b> | <b>2005</b>    | <b>2004</b>    |
|-------------------------------------|----------------|----------------|
|                                     | <b>£</b>       | <b>£</b>       |
| <b>Current tax</b>                  |                |                |
| UK corporation tax                  | <u>268,719</u> | <u>189,908</u> |

**Factors affecting tax charge for period**

The tax assessed for the period is higher than the standard rate of corporation tax in the UK (30 per cent). The differences are explained below:

|  | <b>2005</b>    | <b>2004</b>    |
|--|----------------|----------------|
|  | <b>£</b>       | <b>£</b>       |
| Profit on ordinary activities before taxation  | <u>863,009</u> | <u>617,040</u> |
| Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 30% (31 December 2004 : 30%) | 258,903        | 185,112        |
| <b>Effects of:</b>   |                |                |
| Expenses not deductible for tax purposes   | 69,206         | 75,905         |
| Capital allowances for period in excess of depreciation  | (59,390)       | (67,453)       |
| Marginal rate relief   | -              | (3,656)        |
| Current tax charge for period  | <u>268,719</u> | <u>189,908</u> |

**London Property Maintenance (Cleaning) Limited**

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

..... continued

**8. Intangible fixed assets**

|  | <b>Goodwill</b> | <b>Total</b>  |
|--|-----------------|---------------|
|  | <b>£</b>        | <b>£</b>      |
| <b>Cost</b>                                  |                 |               |
| At 1 January 2005                            | 57,500          | 57,500        |
| At 31 December 2005                          | <u>57,500</u>   | <u>57,500</u> |
| <b>Provision for<br/>diminution in value</b> |                 |               |
| At 1 January 2005                            | 34,500          | 34,500        |
| Charge for year                              | <u>11,504</u>   | <u>11,504</u> |
| At 31 December 2005                          | <u>46,004</u>   | <u>46,004</u> |
| <b>Net book values</b>                       |                 |               |
| At 31 December 2005                          | <u>11,496</u>   | <u>11,496</u> |
| At 31 December 2004                          | <u>23,000</u>   | <u>23,000</u> |

**9. Tangible fixed assets**

|                        | <b>Fixtures,<br/>fittings and<br/>equipment</b> | <b>Motor<br/>vehicles</b> | <b>Total</b>     |
|------------------------|---|---------------------------|------------------|
|                        | <b>£</b>  | <b>£</b>                  | <b>£</b>         |
| <b>Cost</b>            |   |                           |                  |
| At 1 January 2005      | 550,917   | 666,085                   | 1,217,002        |
| Additions              | 68,822  | 162,224                   | 231,046          |
| Disposals              | <u>-</u>  | <u>(138,235)</u>          | <u>(138,235)</u> |
| At 31 December 2005    | <u>619,739</u>                                  | <u>690,074</u>            | <u>1,309,813</u> |
| <b>Depreciation</b>    |   |                           |                  |
| At 1 January 2005      | 181,856   | 371,700                   | 553,556          |
| On disposals           | <u>-</u>  | <u>(98,193)</u>           | <u>(98,193)</u>  |
| Charge for the year    | <u>65,684</u>                                   | <u>101,873</u>            | <u>167,557</u>   |
| At 31 December 2005    | <u>247,540</u>                                  | <u>375,380</u>            | <u>622,920</u>   |
| <b>Net book values</b> |   |                           |                  |
| At 31 December 2005    | <u>372,199</u>                                  | <u>314,694</u>            | <u>686,893</u>   |
| At 31 December 2004    | <u>369,061</u>                                  | <u>294,385</u>            | <u>663,446</u>   |

# London Property Maintenance (Cleaning) Limited

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

..... continued

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

| Asset description | 2005                   |                             | 2004                   |                             |
|-------------------|------------------------|-----------------------------|------------------------|-----------------------------|
|                   | Net<br>book value<br>£ | Depreciation<br>charge<br>£ | Net<br>book value<br>£ | Depreciation<br>charge<br>£ |
| Motor vehicles    | -                      | -                           | 60,750                 | 76,533                      |

| 10. Fixed asset investments | Subsidiary<br>undertakings |  | Total   |
|-----------------------------|----------------------------|--|---------|
|                             | shares<br>£                |  | £       |
| <b>Cost</b>                 |                            |  |         |
| At 1 January 2005           |                            |  |         |
| At 31 December 2005         | 700,000                    |  | 700,000 |
| <b>Net book values</b>      |                            |  |         |
| At 31 December 2005         | 700,000                    |  | 700,000 |
| At 31 December 2004         | 700,000                    |  | 700,000 |

### 10.1. Holdings of 20% or more

The company holds 20% or more of the share capital of the following companies:

| Company                        | Country of<br>registration<br>or incorporation | Nature of<br>business | Shares held<br>class | Proportion<br>of shares<br>held |
|--------------------------------|--|-----------------------|----------------------|---------------------------------|
| <b>Subsidiary undertaking</b>  |  |                       |                      |                                 |
| Axis Security Services Limited | England  | Security Services     | Ordinary             | 100%                            |

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

|                                | Capital and reserves<br>£ | Profit for the year<br>£ |
|--------------------------------|---------------------------|--------------------------|
| Axis Security Services Limited | 516,875                   | 496,775                  |

# London Property Maintenance (Cleaning) Limited

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

..... continued

| 11. Stocks                          | 2005<br>£      | 2004<br>£      |
|-------------------------------------|----------------|----------------|
| Finished goods and goods for resale | <u>124,078</u> | <u>104,793</u> |

| 12. Debtors                        | 2005<br>£        | 2004<br>£        |
|------------------------------------|------------------|------------------|
| Trade debtors                      | 2,405,729        | 2,444,188        |
| Amounts owed by group undertakings | -                | 27,965           |
| Amount owed by connected companies | 240,000          | 240,000          |
| Other debtors                      | 64,008           | 18,404           |
| Prepayments and accrued income     | <u>357,269</u>   | <u>249,212</u>   |
|                                    | <u>3,067,006</u> | <u>2,979,769</u> |

Amounts falling due after more than one year and included in debtors are:

|                                 |                |                |
|---------------------------------|----------------|----------------|
| Amounts owed by connected party | <u>240,000</u> | <u>240,000</u> |
|---------------------------------|----------------|----------------|

| 13. Creditors: amounts falling due within one year               | 2005<br>£        | 2004<br>£        |
|--|------------------|------------------|
| Bank overdraft   | 248,017          | 145,589          |
| Payments received on account                                     | 608,896          | 1,189,749        |
| Net obligations under finance leases and hire purchase contracts | -                | 24,025           |
| Trade creditors  | 183,297          | 248,218          |
| Amounts owed to group undertaking                                | 156,477          | 245,000          |
| Corporation tax  | 270,033          | 194,058          |
| Other taxes and social security costs                            | 482,748          | 418,661          |
| Other creditors  | 1,432            | 16,623           |
| Accruals and deferred income                                     | <u>268,425</u>   | <u>217,146</u>   |
|  | <u>2,219,325</u> | <u>2,699,069</u> |

# London Property Maintenance (Cleaning) Limited

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

..... continued

| 14. Share capital                                      | 2005<br>£ | 2004<br>£ |
|--|-----------|-----------|
| Authorised equity                                      |           |           |
| 100 Ordinary shares of 1 each                          | 100       | 100       |
| Allotted, called up and fully paid equity              |           |           |
| 100 Ordinary shares of 1 each                          | 100       | 100       |
| 15. Reconciliation of movements in shareholders' funds | 2005<br>£ | 2004<br>£ |
| Profit for the year                                    | 594,290   | 427,132   |
| Opening shareholders' funds                            | 1,793,814 | 1,366,682 |
| Closing shareholders' funds                            | 2,388,104 | 1,793,814 |

### 16. Related party transactions

During the year the company paid consultancy fees of £162,782 (2004 - £179,588) to Mr Baldwin through an unincorporated business - Town & Country Services - of which he is a proprietor. Further, Mr Baldwin has a loan from the company of £240,000 (2004 - £240,000) repayable over 5 years at an interest rate of 5.25%. Mr I Perfect and Mr Baldwin who both have an equal share of interest in the premises of the business were paid a total of £33,000 (2004 - £33,00) in respect of rent for the year. Axis Security Services Limited - a wholly owned subsidiary - had a balance of £156,477 owed by the company.

### 17. Ultimate parent undertaking

The company regards Meredith Corporation Limited, incorporated in England as its ultimate holding company.

# **London Property Maintenance (Cleaning) Limited**

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

..... continued

### **18. Gross cash flows**

|   | <b>2005</b>      | <b>2004</b>      |
|---|------------------|------------------|
|   | <b>£</b>         | <b>£</b>         |
| <b>Returns on investments and servicing of finance</b>        |                  |                  |
| Interest received   | 12,600           | 17,714           |
| Interest paid   | (8,430)          | (5,789)          |
|   | <u>4,170</u>     | <u>11,925</u>    |
| <b>Taxation</b>   |                  |                  |
| Corporation tax paid  | (192,744)        | (117,327)        |
| Corporation tax repaid  | -                | 12,201           |
|   | <u>(192,744)</u> | <u>(105,126)</u> |
| <b>Capital expenditure</b>                                    |                  |                  |
| Payments to acquire tangible assets                           | (255,071)        | (308,942)        |
| Receipts from sales of tangible assets                        | 28,707           | 7,140            |
|   | <u>(226,364)</u> | <u>(301,802)</u> |
| <b>Acquisitions and disposals</b>                             |                  |                  |
| Payments on acquisition of group interests                    | -                | (125,000)        |
| Capital element of finance leases and hire purchase contracts | -                | (24,025)         |

### **19. Analysis of changes in net funds**

|  | <b>Opening<br/>balance</b> | <b>Cash<br/>flows</b> | <b>Other<br/>changes</b> | <b>Closing<br/>balance</b> |
|--|----------------------------|-----------------------|--------------------------|----------------------------|
|  | <b>£</b>                   | <b>£</b>              | <b>£</b>                 | <b>£</b>                   |
| Cash at bank and in hand                   | 21,876                     | (3,920)               |                          | 17,956                     |
| Overdrafts                                 | (145,589)                  | (102,428)             |                          | (248,017)                  |
|  | <u>(123,713)</u>           | <u>(106,348)</u>      |                          | <u>(230,061)</u>           |
| Finance leases and hire purchase contracts | (24,025)                   | -                     | 24,025                   | -                          |
| <b>Net funds</b>                           | <u>(147,738)</u>           | <u>(106,348)</u>      | <u>24,025</u>            | <u>(230,061)</u>           |