
ATLAS CLEANING LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

for the year ended 31 December 2010

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COMPANIES HOUSE

ATLAS CLEANING LIMITED

COMPANY INFORMATION

DIRECTORS

N J Earley
R W Empson

COMPANY NUMBER

01995941

REGISTERED OFFICE

82 Hampton Road West
Hanworth
Middlesex
TW13 6DZ

AUDITORS

Barnes Roffe LLP
Chartered Accountants & Statutory Auditor
3 Brook Business Centre
Cowley Mill Road
Uxbridge
Middlesex
UB8 2FX

ATLAS CLEANING LIMITED

DIRECTORS' REPORT for the year ended 31 December 2010

The directors present their report and the financial statements for the year ended 31 December 2010

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Directors' report and 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). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PRINCIPAL ACTIVITIES

The company continues to trade in the office cleaning business.

The principal activity of the company's former subsidiary undertakings was the provision of security services.

BUSINESS REVIEW

The directors are pleased to report that the group enjoyed another successful year with like for like sales rising by 29% on that achieved in 2009.

The group and the company continue to perform well and the directors forecast another strong year of trading for 2011.

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £212,609 (2009 - £1,800,248).

The directors do not recommend any dividend payment for the year.

ATLAS CLEANING LIMITED

DIRECTORS' REPORT for the year ended 31 December 2010

DIRECTORS

The directors who served during the year were

N J Earley
R W Empson

FUTURE DEVELOPMENTS

The group continues to be committed to providing the highest possible service standards whilst maximising operating efficiencies

FINANCIAL RISK MANAGEMENT AND POLICIES

The group's primary financial instruments are bank overdrafts, trade debtors, trade creditors and intercompany balances. These arise directly from the group's trading operations and management have implemented policies to monitor and control the liquidity and credit risks which derive from their financial assets and liabilities. Liquidity risk is managed by the group's finance director using simple forecasting and projection methods. Credit risk is managed through the use of a credit controller.

EMPLOYEE INVOLVEMENT

The group recognises the importance of good communications with its employees and considers the most effective form of communication regarding its activities, performance and plans is by way of informal discussions between management and other employees at a local level.

DISABLED EMPLOYEES

It is the group's policy to give disabled people full and fair consideration for all job vacancies for which they offer themselves as suitable candidates, having regard to their particular aptitudes and abilities. Training and career development opportunities are available to all employees and the group endeavours to retrain any member of staff who develops a disability while in the employment of the group.

PROVISION OF INFORMATION TO AUDITORS

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that

- so far as that director is aware, there is no relevant audit information of which the company and the group's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company and the group's auditors in connection with preparing their report and to establish that the company and the group's auditors are aware of that information

ATLAS CLEANING LIMITED

DIRECTORS' REPORT
for the year ended 31 December 2010

AUDITORS

The auditors, Barnes Roffe LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006

This report was approved by the board on *21st December, 2011* and signed on its behalf



N J Earley
Director

ATLAS CLEANING LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF ATLAS CLEANING LIMITED

We have audited the financial statements of Atlas Cleaning Limited for the year ended 31 December 2010, set out on pages 6 to 27. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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

As explained more fully in the Directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements

- give a true and fair view of the state of the group's and the parent company's affairs as at 31 December 2010 and of the group's profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

ATLAS CLEANING LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF ATLAS CLEANING LIMITED

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit

Barnes Roffe LV

David Aston
Senior statutory auditor
for and on behalf of
Barnes Roffe LLP
Chartered Accountants & Statutory Auditor
3 Brook Business Centre
Cowley Mill Road
Uxbridge
Middlesex
UB8 2FX
Date 22/12/2017

ATLAS CLEANING LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT
for the year ended 31 December 2010

	Note	2010 £	As restated 2009 £
TURNOVER	1,2		
Continuing operations		21,370,000	12,547,475
Discontinued operations		-	4,069,083
		<u>21,370,000</u>	<u>16,616,558</u>
Cost of sales	3	<u>(16,486,169)</u>	<u>(12,585,575)</u>
GROSS PROFIT		4,883,831	4,030,983
Administrative expenses	3	<u>(3,904,343)</u>	<u>(2,948,688)</u>
OPERATING PROFIT	4		
Continuing operations		979,488	853,180
Discontinued operations		-	229,115
		<u>979,488</u>	<u>1,082,295</u>
EXCEPTIONAL ITEMS			
Other exceptional items	7	<u>(911,595)</u>	<u>(1,396,192)</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE INTEREST		67,893	(313,897)
Profit on disposal of investments		-	2,016,072
Interest receivable and similar income		186,544	125,326
Interest payable and similar charges	6	<u>(15,837)</u>	<u>(26,388)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		238,600	1,801,113
Tax on profit on ordinary activities	8	<u>(25,991)</u>	<u>(865)</u>
PROFIT FOR THE FINANCIAL YEAR	15	<u><u>212,609</u></u>	<u><u>1,800,248</u></u>

The notes on pages 11 to 27 form part of these financial statements

ATLAS CLEANING LIMITED

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
for the year ended 31 December 2010

	Note	2010 £	<i>As restated</i> 2009 £
PROFIT FOR THE FINANCIAL YEAR		212,609	1,800,248
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR		212,609	1,800,248
Prior year adjustment	16	263,100	
TOTAL GAINS AND LOSSES RECOGNISED SINCE LAST FINANCIAL STATEMENTS		475,709	

The notes on pages 11 to 27 form part of these financial statements

ATLAS CLEANING LIMITED
Registered number 01995941

CONSOLIDATED BALANCE SHEET
as at 31 December 2010

	Note	£	2010 £	£	As restated 2009 £
FIXED ASSETS					
Intangible assets	9		-		25,100
Tangible assets	10		276,377		137,847
			<u>276,377</u>		<u>162,947</u>
CURRENT ASSETS					
Stocks	11	30,250		30,250	
Debtors amounts falling due after more than one year	12	5,264,856		6,347,148	
Debtors amounts falling due within one year	12	5,610,038		5,616,675	
Cash at bank		1,802,254		9,098	
			<u>12,707,398</u>	<u>12,003,171</u>	
CREDITORS amounts falling due within one year	13	(8,321,242)		(7,716,194)	
NET CURRENT ASSETS			<u>4,386,156</u>		<u>4,286,977</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>4,662,533</u>		<u>4,449,924</u>
CAPITAL AND RESERVES					
Called up share capital	14		100		100
Profit and loss account	15		4,662,433		4,449,824
SHAREHOLDERS' FUNDS	17		<u>4,662,533</u>		<u>4,449,924</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

21st December, 2011



N J Earley
Director

The notes on pages 11 to 27 form part of these financial statements

ATLAS CLEANING LIMITED
Registered number: 01995941

COMPANY BALANCE SHEET
as at 31 December 2010

	Note	2010 £	£	As restated 2009 £
FIXED ASSETS				
Intangible assets	9		-	25,100
Tangible assets	10		276,377	137,847
			<u>276,377</u>	<u>162,947</u>
CURRENT ASSETS				
Stocks	11	30,250		30,250
Debtors amounts falling due after more than one year	12	5,264,856		6,347,148
Debtors amounts falling due within one year	12	5,610,038		5,616,675
Cash at bank		1,802,254		9,098
		<u>12,707,398</u>		<u>12,003,171</u>
CREDITORS amounts falling due within one year	13	(8,321,242)		(7,716,194)
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Called up share capital	14		100	100
Profit and loss account	15		4,662,433	4,449,824
SHAREHOLDERS' FUNDS	17		<u>4,662,533</u>	<u>4,449,924</u>

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21st December, 2011



N J Earley
Director

The notes on pages 11 to 27 form part of these financial statements

ATLAS CLEANING LIMITED

CONSOLIDATED CASH FLOW STATEMENT
for the year ended 31 December 2010

	Note	2010 £	2009 £
Net cash flow from operating activities	19	3,238,622	(1,300,333)
Returns on investments and servicing of finance	20	170,707	98,938
Taxation		(364,376)	(828,193)
Capital expenditure and financial investment	20	(302,157)	2,038,493
Equity dividends paid		-	(250,000)
CASH INFLOW/(OUTFLOW) BEFORE FINANCING		2,742,796	(241,095)
Financing	20	-	(24,832)
INCREASE/(DECREASE) IN CASH IN THE YEAR		2,742,796	(265,927)

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT
for the year ended 31 December 2010

	2010 £	2009 £
Increase/(Decrease) in cash in the year	2,742,796	(265,927)
CHANGE IN NET DEBT RESULTING FROM CASH FLOWS	2,742,796	(265,927)
Cash outflow from decrease in debt and lease financing	-	24,832
MOVEMENT IN NET DEBT IN THE YEAR	2,742,796	(241,095)
Net debt at 1 January 2010	(940,542)	(699,447)
NET FUNDS/(DEBT) AT 31 DECEMBER 2010	1,802,254	(940,542)

The notes on pages 11 to 27 form part of these financial statements

ATLAS CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2010

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards and on the assumption that the company is a going concern

1.2 BASIS OF CONSOLIDATION

The financial statements consolidate the accounts of Atlas Cleaning Limited and all of its subsidiary undertakings ('subsidiaries') except for Temple Security Contractors Limited up to their disposal in 2009

The results of subsidiaries acquired during 2009 are included from the effective date of acquisition except for Temple Security Contractors Limited

Temple Security Contractors Limited was acquired during 2009, purely for the purposes of subsequent resale. It was subsequently resold during that year. The company has therefore excluded Temple Security Contractors Limited from the consolidated accounts

1.3 INVESTMENTS

Investments in subsidiaries are valued at cost less provision for impairment

1.4 TURNOVER

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts

1.5 INTANGIBLE FIXED ASSETS AND AMORTISATION

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the profit and loss account over its estimated economic life, being 3 years

Intangible fixed assets purchased separately from a business are capitalised at their cost. Intangible assets acquired as part of an acquisition are capitalised at their face value where this can be measured reliably

1.6 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 of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Plant & machinery	-	33 33% straight line
Motor vehicles	-	25% straight line
Fixtures & fittings	-	25% straight line
Office equipment	-	25% straight line

ATLAS CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2010

1 ACCOUNTING POLICIES (continued)

1.7 OPERATING LEASES

Rentals under operating leases are charged to the profit and loss account on a straight line basis over the lease term

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate

1.8 STOCKS

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

1.9 PENSIONS

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year

1.10 CASH AND LIQUID RESOURCES

Cash, for the purpose of the cashflow statement comprises cash in hand and deposits repayable on demand, less overdrafts payable on demand

ATLAS CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2010

2. SEGMENTAL ANALYSIS

	Turnover £	2010		Turnover £	As restated 2009	
		Net profit before tax £	Net assets £		Net profit before tax £	Net assets £
BY CLASS OF BUSINESS						
Contract cleaning	21,370,000	979,488	4,662,533	12,547,475	853,180	4,449,924
Security services	-	-	-	4,069,083	229,115	-
	<u>21,370,000</u>	<u>979,488</u>	<u>4,662,533</u>	<u>16,616,558</u>	<u>1,082,295</u>	<u>4,449,924</u>
Exceptional items		(911,595)	-		(1,396,192)	-
Profit on disposal of investments		-			2,016,072	
Net interest		170,707			98,938	
		<u>238,600</u>	<u>4,662,533</u>		<u>1,801,113</u>	<u>4,449,924</u>

	Turnover £	2010		Turnover £	As restated 2009	
		Net profit before tax £	Net assets £		Net profit before tax £	Net assets £
BY GEOGRAPHICAL LOCATION						
UK	21,370,000	238,600	4,662,533	16,616,558	1,801,113	4,449,924

3. COST OF SALES AND EXPENSES

	2010		2009	
	Continuing £	Discontinued £	Continuing £	Discontinued £
Cost of sales	16,486,169	-	9,235,485	3,350,090
Administrative expenses	3,904,343	-	2,458,810	489,878

ATLAS CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2010

4 OPERATING PROFIT

The operating profit is stated after charging

	2010 £	2009 £
Amortisation - intangible fixed assets	25,100	113,928
Depreciation of tangible fixed assets		
- owned by the group	164,842	104,570
Auditors' remuneration	8,400	8,900
Auditors' remuneration - non-audit	18,853	16,912
Operating lease rentals		
- other operating leases	225,185	245,589
Difference on foreign exchange	-	96,210
	<u>225,185</u>	<u>245,589</u>

During the year, no director received any emoluments (2009 - £NIL)

Auditors' fees for the company were £8,400 (2009 - £8,900)

5. STAFF COSTS

Staff costs were as follows

	2010 £	2009 £
Wages and salaries	15,130,637	11,599,871
Social security costs	806,931	608,787
	<u>15,937,568</u>	<u>12,208,658</u>

The average monthly number of employees, including the directors, during the year was as follows

	2010 No.	2009 No
Administration	81	68
Cleaning operatives	2,470	1,499
	<u>2,551</u>	<u>1,567</u>

ATLAS CLEANING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2010**

6 INTEREST PAYABLE

	2010 £	2009 £
On bank loans and overdrafts	12,341	20,357
On finance leases and hire purchase contracts	-	655
Other interest payable	3,496	5,376
	<u>15,837</u>	<u>26,388</u>

7. EXCEPTIONAL ITEMS

	2010 £	2009 £
Write off of related party bad debts	911,595	1,396,192

Write off is attributable to the following related party companies

Temple Security Limited	£73,882
L T Deeprise Limited	£284,788
Atlas New Homes Limited	£182,925
Uniform Express Limited	£(750,000) write back
Atlas Industrial Engineering Limited	£1,120,000

8. TAXATION

	2010 £	<i>As restated</i> 2009 £
ANALYSIS OF TAX CHARGE IN THE YEAR		
UK corporation tax charge on profit for the year	26,000	-
Adjustments in respect of prior periods	(9)	865
TAX ON PROFIT ON ORDINARY ACTIVITIES	<u>25,991</u>	<u>865</u>

ATLAS CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2010

8. TAXATION (continued)

FACTORS AFFECTING TAX CHARGE FOR THE YEAR

The tax assessed for the year is lower than (2009 - *lower than*) the standard rate of corporation tax in the UK of 28% (2009 - 28%) The differences are explained below

	2010 £	As restated 2009 £
Profit on ordinary activities before tax	238,600	1,801,113
Profit/loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 28% (2009 - 28%)	66,808	504,312
EFFECTS OF:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	21,646	833
Capital allowances for year in excess of depreciation	(10,901)	(8,339)
Utilisation of tax losses	(51,253)	-
Adjustments to tax charge in respect of prior periods	(9)	865
Non-taxable income	-	(537,418)
Book profit on chargeable assets	(340)	325,047
Dividends from UK companies	-	(412,278)
Unrelieved tax losses carried forward	-	127,843
Over (under) provision	168	-
Marginal relief	(128)	-
CURRENT TAX CHARGE FOR THE YEAR (see note above)	25,991	865

FACTORS THAT MAY AFFECT FUTURE TAX CHARGES

There were no factors that may affect future tax charges

ATLAS CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2010

9. INTANGIBLE FIXED ASSETS

	Goodwill £
GROUP	
COST	
At 1 January 2010 and 31 December 2010	155,000
AMORTISATION	
At 1 January 2010	129,900
Charge for the year	25,100
At 31 December 2010	155,000
NET BOOK VALUE	
At 31 December 2010	-
<i>At 31 December 2009</i>	25,100
COMPANY	
COST	
At 1 January 2010 and 31 December 2010	155,000
AMORTISATION	
At 1 January 2010	129,900
Charge for the year	25,100
At 31 December 2010	155,000
NET BOOK VALUE	
At 31 December 2010	-
<i>At 31 December 2009</i>	25,100

ATLAS CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2010

10. TANGIBLE FIXED ASSETS

GROUP	Plant & machinery £	Motor vehicles £	Fixtures & fittings £	Total £
COST				
At 1 January 2010	536,037	428,283	145,894	1,110,214
Additions	66,960	169,738	70,799	307,497
Disposals	-	(8,500)	-	(8,500)
At 31 December 2010	602,997	589,521	216,693	1,409,211
DEPRECIATION				
At 1 January 2010	510,137	327,287	134,943	972,367
Charge for the year	53,082	90,182	21,578	164,842
On disposals	-	(4,375)	-	(4,375)
At 31 December 2010	563,219	413,094	156,521	1,132,834
NET BOOK VALUE				
At 31 December 2010	39,778	176,427	60,172	276,377
At 31 December 2009	25,900	100,996	10,951	137,847
COMPANY				
COST				
At 1 January 2010	536,037	428,283	97,859	1,062,179
Additions	66,960	169,738	70,799	307,497
Disposals	-	(8,500)	-	(8,500)
At 31 December 2010	602,997	589,521	168,658	1,361,176
DEPRECIATION				
At 1 January 2010	510,137	327,287	86,908	924,332
Charge for the year	53,082	90,182	21,578	164,842
On disposals	-	(4,375)	-	(4,375)
At 31 December 2010	563,219	413,094	108,486	1,084,799
NET BOOK VALUE				
At 31 December 2010	39,778	176,427	60,172	276,377
At 31 December 2009	25,900	100,996	10,951	137,847

ATLAS CLEANING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2010**

11. STOCKS

	GROUP		COMPANY	
	2010	2009	2010	2009
	£	£	£	£
Raw materials and consumables	30,250	30,250	30,250	30,250

The difference between the purchase price or production cost of stocks and their replacement cost is not material

12 DEBTORS

	GROUP		COMPANY	
	2010	2009	2010	2009
	£	£	£	£
DUE AFTER MORE THAN ONE YEAR				
Amounts owed by related undertakings	3,264,856	4,347,148	3,264,856	4,347,148
Other debtors	2,000,000	2,000,000	2,000,000	2,000,000
	5,264,856	6,347,148	5,264,856	6,347,148

	GROUP		COMPANY	
	2010	2009	2010	2009
	£	£	£	£
DUE WITHIN ONE YEAR				
Amounts owed by related undertakings	3,875,075	4,335,231	3,875,075	4,335,231
Other debtors	1,434,963	1,153,729	1,434,963	1,153,729
Prepayments and accrued income	300,000	127,715	300,000	127,715
	5,610,038	5,616,675	5,610,038	5,616,675

**13 CREDITORS:
AMOUNTS FALLING DUE WITHIN ONE YEAR**

	GROUP		COMPANY	
	2010	<i>As restated</i> 2009	2010	<i>As restated</i> 2009
	£	£	£	£
Bank loans and overdrafts	-	949,640	-	949,640
Trade creditors	734,434	396,623	734,434	396,623
Social security and other taxes	941,031	616,501	941,031	616,501
Other creditors	6,620,093	5,730,774	6,620,093	5,730,774
Accruals and deferred income	25,684	22,656	25,684	22,656
	8,321,242	7,716,194	8,321,242	7,716,194

ATLAS CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2010

13 CREDITORS:
AMOUNTS FALLING DUE WITHIN ONE YEAR (continued)

The bank loans and overdraft were secured by -

1) a mortgage debenture dated 3 July 1993 incorporating a fixed and floating charge over all current and future assets of the company

2) A cross guarantee dated 30 July 1993 (refer to note 22 for further details)

3) A first legal mortgage over a leasehold property known as 82 Hampton Road West, Hanworth, Middlesex

14 SHARE CAPITAL

	2010 £	2009 £
ALLOTTED, CALLED UP AND FULLY PAID		
100 Ordinary shares of £1 each	100	100

15. RESERVES

GROUP	Profit and loss account £
At 1 January 2010 (as previously stated)	4,186,724
Prior year adjustment (note 16)	263,100
	<hr/>
At 1 January 2010 (as restated)	4,449,824
Profit for the year	212,609
	<hr/>
At 31 December 2010	4,662,433
	<hr/>
COMPANY	Profit and loss account £
At 1 January 2010 (as previously stated)	4,186,724
Prior year adjustment (note 16)	263,100
	<hr/>
At 1 January 2010 (as restated)	4,449,824
Profit for the year	212,609
	<hr/>
At 31 December 2010	4,662,433
	<hr/>

ATLAS CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2010

16. PRIOR YEAR ADJUSTMENT

After the year end, the tax computations of Atlas Cleaning Limited for the years ended 31 December 2007, 2008 and 2009 were revised. This has resulted in a potentially material adjustment to the corporation tax liability for the prior periods.

The corporation tax computation for 2009 has been revised which has led to a prior year adjustment in financial statements for the year ended 31 December 2010. This has resulted in a decrease in the corporation tax liability and corporation tax charge for the year ended 31 December 2009 of £263,100. This has led to an increase in net current assets and profit after tax of £263,100. The retained profit after the year ended 31 December 2009 has therefore increased by £263,100.

The directors are corresponding with HM Revenue & Customs regarding obtaining an extra-statutory concession to amend the computations for the years ended 31 December 2007 and 2008. These amendments would result in a corporation tax repayment of approximately £285,000. Due to the fact that no agreement has currently been reached, the directors have not provided for this overpayment in the 2010 financial statements.

17. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2010 £	2009 £
GROUP		
Opening shareholders' funds	4,186,824	2,899,676
Prior year adjustments (note 16)	263,100	
	<hr/>	
Opening shareholders' funds (as restated)	4,449,924	
Profit for the year	212,609	1,800,248
Dividends (Note 18)	-	(250,000)
	<hr/>	<hr/>
Closing shareholders' funds	4,662,533	4,449,924
	<hr/>	<hr/>
 COMPANY		
	2010 £	2009 £
Opening shareholders' funds	4,186,824	1,597,495
Prior year adjustments (note 16)	263,100	
	<hr/>	
Opening shareholders' funds (as restated)	4,449,924	
Profit for the year	212,609	3,102,429
Dividends (Note 18)	-	(250,000)
	<hr/>	<hr/>
Closing shareholders' funds	4,662,533	4,449,924
	<hr/>	<hr/>

The company has taken advantage of the exemption contained within section 408 of the Companies Act 2006 not to present its own profit and loss account.

The profit for the year dealt with in the accounts of the company was £212,609 (2009 as restated - £3,102,429).

ATLAS CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2010

18. DIVIDENDS

	2010 £	2009 £
Dividends paid on equity capital	-	250,000

19 NET CASH FLOW FROM OPERATING ACTIVITIES

	Continuing £	Discontinued £	2010 Total £	2009 £
Operating profit	979,488	-	979,488	1,082,295
Exceptional items	(911,595)	-	(911,595)	(1,396,192)
Amortisation of intangible fixed assets	25,100	-	25,100	113,928
Depreciation of tangible fixed assets	164,842	-	164,842	104,570
Profit on disposal of tangible fixed assets	(1,215)	-	(1,215)	(2,018)
Decrease/(increase) in debtors	1,427,314	-	1,427,314	(3,794,220)
Increase in creditors	1,554,688	-	1,554,688	2,591,304
NET CASH INFLOW FROM CONTINUING OPERATING ACTIVITIES	3,238,622			
NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES			3,238,622	(1,300,333)

20. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT

	2010 £	2009 £
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		
Interest received	186,544	125,326
Interest paid	(15,837)	(25,733)
Hire purchase interest	-	(655)
NET CASH INFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE	170,707	98,938

ATLAS CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2010

20. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT (continued)

	2010 £	2009 £
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT		
Purchase of tangible fixed assets	(307,497)	(129,800)
Sale of tangible fixed assets	5,340	152,221
Sale of unlisted and other investments	-	2,016,072
NET CASH (OUTFLOW)/INFLOW FROM CAPITAL EXPENDITURE	(302,157)	2,038,493
	2010 £	2009 £
FINANCING		
Repayment of finance leases	-	(24,832)

21. ANALYSIS OF CHANGES IN NET DEBT

	1 January 2010 £	Cash flow £	Other non-cash changes £	31 December 2010 £
Cash at bank and in hand	9,098	1,793,156	-	1,802,254
Bank overdraft	(949,640)	949,640	-	-
NET DEBT	(940,542)	2,742,796	-	1,802,254

22. CONTINGENT LIABILITIES

There is a composite cross guarantee in place covering Atlas Cleaning Limited and Atlas Contractors Limited

At the year end their total bank loans and overdrafts were as follows

	2010 £	2009 £
Atlas Cleaning Limited	-	949,640

ATLAS CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2010

23. OPERATING LEASE COMMITMENTS

At 31 December 2010 the Group had annual commitments under non-cancellable operating leases as follows

	Land and buildings	
	2010	2009
GROUP	£	£
EXPIRY DATE:		
After more than 5 years	120,000	120,000

At 31 December 2010 the Company had annual commitments under non-cancellable operating leases as follows

COMPANY	
EXPIRY DATE:	
After more than 5 years	120,000

ATLAS CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2010

24. RELATED PARTY TRANSACTIONS

During the year the company made rental payments of £140,000 (2009 - £140,000) for the rent of properties owned by N J Earley & R W Empson, directors

Included in other creditors are loans due to directors, N J Earley & R W Empson, amounting to £4,749,762 (2009 - £1,658,526) and £1,689,052 (2009 - £982,933) respectively

Transactions with directors

Prior to the sale of that company, Temple Security Limited made rental payments of £Nil (2009 - £16,345) for the properties owned by the directors of that company

CLM Limited

The company has advanced funds to CLM Limited, a company owned and controlled by the directors, N J Earley and R W Empson until March 2010. The amount outstanding at 31 December 2010 was £Nil (2009 - £4,588,579) and is included under amounts owing by related undertakings

Uniform Express Limited

During the year under review the group traded with Uniform Express Limited, a company in which the directors have a beneficial interest. The balance owing to Atlas Cleaning Limited at the year end was £2,264,857 of which £Nil has been provided for (2009 - £2,246,857 of which £750,000 has been provided for). During the year there was a recharge of salaries and expenses of £Nil (2009 - £169,512) and £18,000 (2009 - £14,800), respectively

Atlas Contractors Limited

Atlas Cleaning Limited services exclusively Atlas Contractors Limited's cleaning contracts. That company is under the direct control and ownership of N J Earley and R W Empson. The following transactions took place between the two companies

	2010 £	2009 £
Sales	20,720,000	12,082,475
Overhead recharges	323,000	257,000
Labour, management fees and salary recharges	327,000	208,000
	<u>21,370,000</u>	<u>12,547,475</u>

The amount owed by Atlas Contractors Limited at the year end was £3,318,521 (2009 - £2,497,636)

Temple Security Contractors Limited

Temple Security Limited, the company's former subsidiary, services exclusively the security contracts of Temple Security Contractors Limited. The company was under the direct control and ownership of N J Earley and R W Empson

Prior to the sale, the following transactions took place between the two companies

ATLAS CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2010

	2010 £	2009 £
Sales of security services	-	4,069,083
Recharge of overheads	-	144,873
Labour recharges	-	372,365
Total	-	4,586,321

Atlas New Homes Limited

The company has advanced funds to Atlas New Homes Limited, a company owned and controlled by the directors, N J Earley and R W Empson. The amount due from Atlas New Homes Limited at the year end amounted to £1,057,438 of which £958,636 has been provided for (2009 - £775,711 which is fully provided for)

Atlas Homes North East Limited

The company has advanced funds to Atlas Homes North East Limited, a company controlled by the directors, N J Earley and R W Empson. The amount due from Atlas Homes North East Limited at the year end was £199,519 (2009 - £197,119)

Contract Cleaning by Atlas (Ireland) Limited

The amount due to the company by Atlas (Ireland) Limited, a company controlled by the directors, N J Earley and R W Empson, at the year end amounted to £11,225 (2009 - £Nil)

L T Deeprise Limited

During the year under review the company made payments on behalf of L T Deeprise Limited, a company in which the directors have a beneficial interest. The balance owing to Atlas Cleaning Company at the year end was £1,237,486, which has been fully provided for (2009 - £952,698 which is fully provided for)

Deeprise Developments Limited

The company has made loans to Deeprise Developments Limited, a company in which the directors have a beneficial interest. The balance owing to Atlas Cleaning Company at the year end was £600,000 (2009 - £600,000), which has been fully provided for

South Midland Group Plc

The company was advanced funds by South Midlands Group Plc, a company owned and controlled by the directors, N J Earley and R W Empson. At the year end an amount of £198,741 was due to South Midland Group Plc (2009 - £Nil)

Atlas Managed Integrated Services Limited

The company has advanced funds to Atlas Integrated Managed Services Limited, a company owned and controlled by the directors, N J Earley and R W Empson. The amount outstanding at 31 December 2010 was £395,691 (2009 - £Nil)

ATLAS CLEANING LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2010

Atlas Industrial Engineering Limited

The company has advanced funds to Atlas Industrial Engineering Limited, a company owned and controlled by the directors, N J Earley and R W Empson. The amount outstanding at 31 December 2010 was £2,170,058 (2009 - £3,638,579) of which £1,120,000 (2009 - £Nil) has been provided for.

25. CONTROLLING PARTY

The company was controlled throughout the period by the directors N J Earley and R W Empson by virtue of them owning 50% each of the issued share capital.