

Registered Number 2490139

ROOF UNITS (GROUP) LIMITED

REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31 JULY 2010



ROOF UNITS (GROUP) LIMITED
REPORT AND ACCOUNTS 2010

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ROOF UNITS (GROUP) LIMITED

DIRECTORS' REPORT

The directors present their report and the audited accounts for the year ended 31 July 2010

BUSINESS REVIEW AND PRINCIPAL ACTIVITIES

The Company's principal activity in the year was that of a finance and investment company. No investments are currently held and none are expected to be held in the foreseeable future.

The Company's principal source of income was interest from a loan to a group undertaking.

The Company's loss for the year is £97,000 (2009: loss of £54,000).

The Company has net liabilities of £59,000 (2009: net assets £38,000). The directors have reviewed the projected performance of the Company and the support available from the parent undertaking, Smiths Group plc, and consider that the Company is a going concern.

FUTURE OUTLOOK

Following the redemption of the loan notes on 24 May 2010, the Directors do not have any current intentions to undertake any other activities.

PRINCIPAL RISKS AND UNCERTAINTIES

From the perspective of the Company, the principal risks and uncertainties are integrated with the principal risks of Smiths Group plc and are not managed separately. Accordingly, the principal risks and uncertainties of Smiths Group plc and its subsidiaries (together "the Group"), which include those of the Company, are discussed on pages 52 to 54 of the Group's Annual Report, which do not form part of this report.

FINANCIAL RISK MANAGEMENT

The Directors consider that the Company continues to rely on the support of its parent Company. The parent Company has given assurances that adequate resources will be made available to the Company to ensure that it will continue in operation for the foreseeable future. Therefore, the Directors have continued to adopt the going concern basis in preparing the accounts.

Financial risks are managed on a Group basis. See the financial instruments note in the Group's Annual Report for details of how the Group manages foreign exchange rate risks, interest rate risks, credit risks and liquidity risks.

KEY PERFORMANCE INDICATORS

The directors of Smiths Group plc manage the Group's operations on a consolidated basis using divisional key performance indicators. For this reason, the Company's directors believe that analysis using key performance indicators for the Company is not necessary or appropriate. The development, performance and position of Smiths Group plc is discussed in the Business Review section of the Group's Annual Report, which does not form part of this report.

DIRECTORS

The directors who held office during the year (except as noted) are given below:

S L Cameron	
N R Burdett	
S Webster	(Resigned 11 November 2009)
N R Parkin	(Appointed 11 November 2009)

ROOF UNITS (GROUP) LIMITED

DIRECTORS' REPORT

INDEPENDENT AUDITORS AND DISCLOSURE OF INFORMATION TO AUDITORS

Each person who is a director at the date of approval of this report confirms that

(a) so far as the directors are aware, there is no relevant audit information (that is, information needed by the Company's auditors in connection with preparing their report) of which the Company's auditors are unaware, and

(b) the directors 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

This confirmation is given and should be interpreted in accordance with the provisions of Section 418 of the Companies Act 2006

AUDITORS

The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office

By order of the Board



N R Parkin
Director

21 December 2010

ROOF UNITS (GROUP) LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

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 of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting 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 company 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 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF ROOF UNITS (GROUP) LIMITED

We have audited the financial statements of Roof Units (Group) Limited for the year ended 31 July 2010 which comprise the Profit and Loss Account, the Balance Sheet, and the related notes. 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).

Respective responsibilities of Directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page 3, 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 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.

This report, including the opinions, has been prepared for and only for the Company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

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 Company's affairs as at 31 July 2010 and of its loss 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.

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, or returns adequate for our audit have not been received from branches not visited by us, or
- the 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.



Martin Hodgson (Senior Statutory Auditor)

For and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
London

21 December 2010

ROOF UNITS (GROUP) LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 JULY 2010

	Notes	Year ended 31 July 2010 £'000	Year ended 31 July 2009 £'000
Operating result	2	-	-
Interest receivable and similar income	5	22	130
Interest payable and similar charges	6	<u>(157)</u>	<u>(204)</u>
Loss on ordinary activities before taxation		(135)	(74)
Tax on loss on ordinary activities	7	<u>38</u>	<u>20</u>
Loss for the financial year	12	<u>(97)</u>	<u>(54)</u>

The Company has no recognised gains or losses during the years ended 31 July 2010 and 31 July 2009 other than those reflected in the profit and loss account above

There is no material difference between the losses for the financial years stated above and the losses calculated on a historical basis

ROOF UNITS (GROUP) LIMITED

BALANCE SHEET AS AT 31 JULY 2010

Registered Number 2490139

	Notes	31 July 2010 £'000	31 July 2009 £'000
Current assets			
Debtors	8	-	2,176
Creditors (amounts falling due within one year)	9	<u>(59)</u>	<u>(2,138)</u>
Net (liabilities)/assets		<u>(59)</u>	<u>38</u>
Capital and reserves			
Called up share capital	11	13	13
Share premium account	12	2,000	2,000
Merger reserve	12	1,065	1,065
Profit and loss account	12	<u>(3,137)</u>	<u>(3,040)</u>
Total shareholders' funds	13	<u>(59)</u>	<u>38</u>

The financial statements on pages 5 to 11 were approved by the board of directors on 21 December 2010 and were signed on its behalf by



N R Parkin
Director

ROOF UNITS (GROUP) LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2010

1 ACCOUNTING POLICIES

Basis of preparation

The accounts have been prepared in accordance with the Companies Act 2006 and all applicable accounting standards in the United Kingdom (UK GAAP)

These accounts have been prepared on a going concern basis and under the historical cost convention

The Company has net liabilities of £59,000 (2009 net assets £38,000) The directors have reviewed the projected performance of the Company and the support available from the parent undertaking Smiths Group plc and consider that the Company is a going concern

These financial statements are presented in pounds sterling because that is the currency of the primary economic environment in which the Company operates

Financial assets

Financial assets are initially recognised at transaction price when the Company becomes party to contractual obligations The transaction price used includes transaction costs unless the asset is being fair valued through the profit and loss account

The classification of financial assets depends on the purpose for which the assets were acquired Management determines the classification of an asset at initial recognition and re-evaluates their designation at each reporting date Assets are classified as loans and receivables, or financial assets where changes in fair value are charged (or credited) to the profit and loss account

The subsequent measurement of financial assets depends on their classification Loans and receivables are measured at amortised cost using the effective interest method Financial assets where changes in fair value are charged (or credited) to the profit and loss account are subsequently measured at fair value Realised and unrealised gains and losses arising from changes in the fair value of the 'financial assets at fair value through profit and loss' category are included in the profit and loss account in the period in which they arise

Financial assets are derecognised when the right to receive cash-flows from the assets has expired or has been transferred, and the Company has transferred substantially all of the risks and rewards of ownership

Financial liabilities

Borrowings are initially recognised at the fair value of the proceeds, net of related transaction costs These transaction costs and any discount or premium on issue are subsequently amortised under the effective yield method through the profit and loss account as interest over the life of the loan, and added to the liability disclosed in the balance sheet Related accrued interest is included in the borrowings figure

Borrowings are classified due within one year unless the Company has an unconditional right to defer settlement of the liability for at least one year after the balance sheet date

Current taxation

The tax on profit on ordinary activities includes amounts paid or received for Group relief in respect of tax losses claimed and surrendered in the current period All current tax liabilities have been assumed by Smiths Group plc, the ultimate parent Company

ROOF UNITS (GROUP) LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2010

1 ACCOUNTING POLICIES (continued)

Deferred taxation

Deferred tax is recognised in respect of timing differences that have originated but not reversed at the balance sheet date. Timing differences are the difference between the Company's taxable profits and its results as disclosed in the financial statements, arising from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred assets are recognised only when their recovery is considered probable.

Deferred tax is not discounted.

2 OPERATING RESULT

The audit fee in respect of this Company has been borne by another Smiths Group company. Auditors' remuneration for non-audit services was £nil (2009: £nil).

3 DIRECTORS' REMUNERATION

None of the directors of the Company received any remuneration in respect of their services as directors of the Company (2009: £nil).

4 EMPLOYEES

The Company has no active employees (2009: none). Employees of other Smiths Group companies perform all administration of the Company's affairs. No charge for these services has been levied upon the Company in the current or previous period.

5 INTEREST RECEIVABLE AND SIMILAR INCOME

	Year ended 31 July 2010 £'000	Year ended 31 July 2009 £'000
Interest receivable from group undertakings	<u>22</u>	<u>130</u>

6 INTEREST PAYABLE AND SIMILAR CHARGES

	Year ended 31 July 2010 £'000	Year ended 31 July 2009 £'000
Interest payable on other loans (Note 9)	<u>157</u>	<u>204</u>

ROOF UNITS (GROUP) LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2010

7 TAX ON LOSS ON ORDINARY ACTIVITIES

	Year ended 31 July 2010 £'000	Year ended 31 July 2009 £'000
Analysis of tax charge on ordinary activities		
United Kingdom		
Current tax - group relief receipt	38	20
Tax on profit on ordinary activities	38	20

	Year ended 31 July 2010 £'000	Year ended 31 July 2009 £'000
Loss on ordinary activities before taxation	(135)	(74)
UK corporation tax at 28% (2009 28%)	38	20
Total current tax	38	20
Group relief surrendered to fellow subsidiary		
Current year	(38)	(20)
Receipt for group relief	38	20
Total current tax	38	20

No charge has been made for deferred taxation, as in the opinion of the directors, due to the anticipated availability of group relief there will be no taxable profit within the Company for the foreseeable future

8 DEBTORS

	31 July 2010 £'000	31 July 2009 £'000
Amounts falling due within one year		
Amounts owed by group undertakings	-	2,176

Loans owing from group undertakings, falling due within one year, were repayable on demand and carried interest at 12 month sterling LIBID rates

ROOF UNITS (GROUP) LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2010

9 CREDITORS – amounts falling due within one year

	31 July 2010 £'000	31 July 2009 £'000
Amounts falling due within one year		
9 19% loan stock	-	2,118
Accruals and deferred income	-	20
Amounts owed to group undertakings	59	-
	<u>59</u>	<u>2,138</u>

The 9 19% loan stock was redeemed at par on 24 May 2010

Loans owing to group undertakings, falling due within one year, are repayable on demand and are interest free

10 FINANCIAL INSTRUMENTS

Maturity profile of financial instruments

	Amounts owed to group undertakings	9.19% loan stock
At 31 July 2010		
Maturity of financial liabilities	£'000	£'000
On demand	(59)	-
Within one year	-	-
	<u>(59)</u>	<u>-</u>
	Amounts owed by group undertakings	9.19% loan stock
At 31 July 2009		
Maturity of financial assets/(liabilities)	£'000	£'000
On demand	2,074	-
Within one year	-	(2,118)
	<u>2,074</u>	<u>(2,118)</u>

The maturity analysis of amounts owed by and due to group undertakings excludes debtors and creditors arising from trading activities. A credit period of 30 days is given for intra-group trading invoices.

ROOF UNITS (GROUP) LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2010

11 CALLED UP SHARE CAPITAL

	31 July 2010 £'000	31 July 2009 £'000
Authorised		
500,000,000 ordinary shares of £0.10 each	<u>50,000</u>	<u>50,000</u>
Issued and fully paid		
126,942 ordinary shares of £0.10 each	<u>13</u>	<u>13</u>

12 RESERVES

	Share premium account £'000	Merger reserve £'000	Profit and loss account £'000	Total £'000
At 1 August 2009	2,000	1,065	(3,040)	25
Loss for the financial year			<u>(97)</u>	<u>(97)</u>
At 31 July 2010	<u>2,000</u>	<u>1,065</u>	<u>(3,137)</u>	<u>(72)</u>

13 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31 July 2010 £'000	31 July 2009 £'000
Loss for the financial period	<u>(97)</u>	<u>(54)</u>
Net reduction to shareholders' funds	(97)	(54)
Opening shareholders' funds	<u>38</u>	<u>92</u>
Closing shareholders' funds	<u>(59)</u>	<u>38</u>

14 RELATED PARTY TRANSACTIONS

The Company has taken advantage of the exemption provided by Paragraph 3(c) of 'FRS 8 Related party disclosures' not to disclose transactions with entities that are part of Smiths Group plc

15 ULTIMATE PARENT UNDERTAKING

For the year ended 31 July 2010, Roof Units (Group) Limited was a wholly owned subsidiary of Smiths Group plc

The ultimate parent undertaking and controlling party is Smiths Group plc, which is the parent undertaking of the smallest and largest group to consolidate these financial statements. Smiths Group plc is incorporated in the United Kingdom and registered in England and Wales.

The annual report and accounts of Smiths Group plc may be obtained from the Company Secretary, Smiths Group plc, Cardinal Place, 80 Victoria Street, London, SW1E 5JL.