

COMPANY NUMBER 02644153

EUROPEAN HEALTH & SAFETY
CONSULTANTS LIMITED

ACCOUNTS FOR THE YEAR ENDING

31ST MARCH, 2006



COMPANY NUMBER 02644153

COMPANY INFORMATION

DIRECTOR MR. P. WINTER, M.B.E.

SECRETARY MRS. M. WINTER

REGISTERED ADDRESS 20 FURZEN CLOSE,
DUNSTABLE, BEDS.
LU6 3EN

ACCOUNTANT MR. C.W. SOPER, F.C.C.A.,
20 FURZEN CLOSE,
DUNSTABLE, BEDS.
LU6 3EN

BANKERS NATIONAL WESTMINSTER
30 ALLHALLOWS,
BEDFORD.
MK40 1YY.

COMPANY NUMBER 02644153**DIRECTORS REPORT**

The Directors submit their report and the accounts for the Company for the year ending 31st March, 2006

DIRECTORS' RESPONSIBILITIES

The Directors are required by Company Law to prepare accounts for each financial period which give a true and fair view of the state of affairs of the Company at the end of the financial period and of the profit or loss for that period. In preparing the accounts, suitable accounting policies have been used and applied consistently, and reasonable and prudent judgments have been made. The Directors are also responsible for maintaining adequate accounting records, for safeguarding the assets of the company, and for preventing and detecting fraud and other irregularities. The Directors are satisfied that the business is a going concern.

PRINCIPAL ACTIVITIES

The Company was incorporated in England on the 9th September 1991. The Company was dormant within the meaning of Section 252 of the Companies Act 1985 throughout the period ending 31st March 1992. The Company commenced trading on the 1st April 1992, as Health and Safety Consultants.

DIVIDEND

The Directors recommend that a dividend be paid on the 31st March 2006 at £25,000.00 per share. (2005-£23,000.00).

REVIEW OF BUSINESS

The result for the trading year, financial position of the Company and recommended transfer to reserves are shown in the annexed financial statements.

FUTURE DEVELOPMENTS AND EVENTS SINCE THE PERIOD END

There have been no events since the end of the period which have had a material effect on the business of the Company.

DIRECTORS

The Directors in office during the year with their interests in share capital were as follows:

	<u>Number of £1 Shares Held</u>	
	<u>2006</u>	<u>2005</u>
Mr. P. Winter	1	1
Mrs. M. Winter	1	1

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COMPANY NUMBER 02644153**MAJOR ADDITIONS AND DISPOSALS TO FIXED ASSETS**

The major additions and disposals to fixed assets are shown in the notes to the accounts.

ACCOUNTANTS

Mr. C.W. Soper, F.C.C.A. has expressed his willingness to continue to act for the company and being eligible for re-appointment will be proposed at the Annual General Meeting.

The Annual General Meeting will be held on the 30TH June 2006.

BASIS OF PREPARATION

In preparing the above report the directors have taken advantage of the special provisions of part VII of the Companies Act 1985 relating to small companies.

**Approved by the Board of Directors on 30TH June 2006
and signed on their behalf by:**



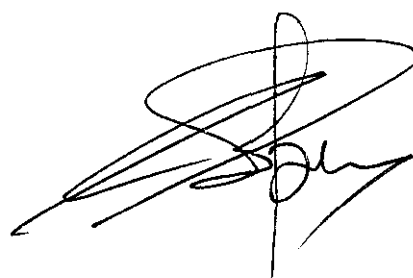
M.A. WINTER, Secretary

COMPANY NUMBER 02644153

ACCOUNTANTS REPORT ON THE UNAUDITED ACCOUNTS TO THE
DIRECTORS OF
EUROPEAN HEALTH AND SAFETY CONSULTANTS LIMITED

As described on the balance sheet, you are responsible for the preparation of the financial statements for the year ending 31st March 2006 set out on pages 1 - 12 and you consider that the company is exempt from an audit and a report under s249A(1) of the Companies Act 1985.

In accordance with your instructions, we have compiled these unaudited financial statements from the accounting records and information and explanations received by us, in order to assist you to fulfil your statutory responsibilities.



C.W. Soper, F.C.C.A.,
Chartered/Certified Accountants.

20 Furzen Close,
DUNSTABLE, Beds.
LU6 3EN

Date 30.6.2006.

COMPANY NUMBER 02644153**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2006**

	<u>2006</u>	<u>2005</u>
Turnover	249,779	226,646
Cost of Sales	<u>150,244</u>	<u>149,200</u>
GROSS PROFIT	99,535	77,446
Administration Costs	<u>44,417</u>	<u>33,249</u>
OPERATING PROFIT	55,118	44,198
Profit/(Loss) on disposal of Asset	0	9,000
Other Income	250	0
Interest Received	<u>1,421</u>	<u>1,150</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	56,788	54,348
Tax on Profit on Ordinary Activities	<u>12,003</u>	<u>9,140</u>
PROFIT FOR THE YEAR	44,785	45,207
Dividend	<u>50,000</u>	<u>46,000</u>
Retained Profit/(Loss) for the year	<u><u>-5,215</u></u>	<u><u>-793</u></u>

None of the company's activities were acquired or discontinued in the above periods shown.

Turnover and operating profit derive wholly from continuing operations.

The company has no recognised gains or losses other than the profit and loss for the above two financial years.

The notes form part of the financial statements. All the above amounts relate to continuing activities of the Company in the period.

BALANCE SHEET AS AT 31ST MARCH, 2006

	2006	2006	2005	2005
<u>FIXED ASSETS (@ Cost less Deprn.)</u>				
Cars	20,878		30,983	
Computer	0		411	
Office Equipment	0		84	
		20,878		31,478
<u>CURRENT ASSETS</u>				
Debtors	56,020		63,780	
Sundry Debtors & Prepayments	2,105		1,964	
Cash at Bank and In Hand	23,846		53,969	
	81,971		119,714	
<u>CURRENT LIABILITIES</u>				
Bank Overdraft	11,495		59,126	
Creditors	1,995		2,109	
Sundry Creditors & Accruals	11,280		12,924	
Taxation	12,003		9,140	
	36,773		83,299	
Net Current Assets		45,198		36,414
NET ASSETS		66,076		67,892
<u>CAPITAL RESERVE</u>				
Called Up Share Capital	2		2	
Retained Profits	66,074		67,890	
		66,076		67,892

EXEMPTION FROM AUDIT

The Directors confirm:

- The company is entitled to exemption under S249A Companies Act 1985 from requirement to have its accounts audited.
- No notice has been deposited under S249B(2) by holders of 10% or more of the company's shares.
- and acknowledge their responsibilities for:
 - ensuring that the company keeps accounting records which comply with S221 of the Act.
 - preparing accounts which give a true and fair view of the state of affairs of the company as at the year end date above and of its profit or loss for the year in accordance with the requirements of S226 of the Act and which otherwise comply with the requirements of the Act, so far as applicable to the company.

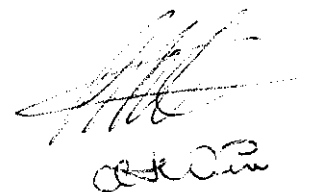
REDUCED DISCLOSURE

The director has taken advantage in the preparation of the financial statements of the special provisions of Part VII of the Companies Act 1985 relating to small companies.

These financial statements are prepared under the Financial Reporting Standards for smaller companies.

APPROVED BY THE BOARD OF DIRECTORS ON 30th JUNE 2006

AND SIGNED ON THEIR BEHALF BY Mr. P.A.WINTER MBE
Mrs. M A WINTER



Director
Director

The attached notes form an integral part of the accounts.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING 31ST MARCH, 2006

1. OPERATING PROFIT

The operating profit for the year is arrived at after charging:

	<u>2006</u>	<u>2005</u>
Depreciation	10600	8046
Accountants Remuneration	650	700
Directors Remuneration	69400	69399
Directors National Insurance	7630	9244

2. STAFF COSTS

	<u>2006</u>	<u>2005</u>
Wages and Salaries	48134	36837
National Insurance	6542	3268

The average weekly number of employees during the period was 5 (2005-6).

3. TAXATION

Deferred taxation is provided using the liability method on all timing differences which are expected to reverse in the future without being replaced, calculated at the rate of which is anticipated the timing differences will reverse. Advance Corporation Tax which is expected to be recoverable in the future is deducted from the deferred taxation balance.

	<u>2006</u>	<u>2005</u>
Deferred Taxation 2006 @ 19% (2005-19%)	12003	9140

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5. FIXED ASSETS

	OFFICE EQUIP.	FIXTURES & FITTING	CAR	COMP	TOTAL
<u>Cost</u>					
Balance Brought Forward	6,501	8,425	50,681	23,056	88,663
Addition	0	0	0	0	0
Sales	0	0	0	0	0
Balance Carried Forward	6,501	8,425	50,681	23,056	88,663
<u>Depreciation</u>					
Balance Brought Forward	6,417	8,425	19,699	22,645	57,186
Sales	0	0	0	0	0
Charge for year	84	0	10,104	411	10,599
Balance Carried Forward	6,501	8,425	29,803	23,056	67,785
Residual Value 31.03.06	0	0	20,878	0	20,878
<i>Residual Value 31.03.05</i>	<i>84</i>	<i>0</i>	<i>30,982</i>	<i>411</i>	<i>31,477</i>

6. CAPITAL COMMITMENTS

There are no capital commitments (2005-NIL)

7. DEBTORS

Due within one year:

	2006	2005
Trade Debtors	56,020	63,780
Prepayments	2,105	1,964
	<u>58,125</u>	<u>65,744</u>

8. CREDITORS

Due within one year:

	2006	2005
Trade	1,995	2,109
Accruals and Deferred Income	11,280	12,924
Taxation	12,003	9,140
	<u>25,278</u>	<u>24,173</u>

COMPANY NUMBER 02644153**9. SHARE CAPITAL**

Authorised Number	Class	Nominal Value	Value
100	Ordinary	£1	100

Allotted, issued and fully paid - 2 ordinary shares of £1 each.

10. RETAINED PROFITS

	<u>2006</u>	<u>2005</u>
Balance Brought Forward	67,890	67,537
Profit for the year	<u>56,788</u>	<u>54,348</u>
	124,678	121,885
Dividend	<u>-50,000</u>	<u>-46,000</u>
	74,678	75,885
Corporation Tax	-12,003	-9,140
Adjustment to Reserves (Prior Year)	<u>3,399</u>	<u>1,146</u>
Balance Carried Forward	<u><u>66,074</u></u>	<u><u>67,890</u></u>

TRADING PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2006

	<u>2006</u>	<u>2005</u>
Sales and Work Done	249,779.27	226,646.33
<u>Cost of Sales</u>		
Sub Contracted Consultants Fees	14,103.70	19,267.70
Insurance	1,366.26	1,372.51
Room Hire and Associated Training Costs	2,683.64	3,115.00
Directors Salaries (incl. Statutory Taxes)	77,030.08	78,644.08
Staff Salaries (incl. Statutory Taxes)	55,060.32	46,800.80
	<u>150,244.00</u>	<u>149,200.09</u>
GROSS PROFIT	99,535.27	77,446.24
<u>Administration Costs</u>		
Car Expenses	4,334.27	3,565.99
Travel Cost	14,171.27	9,430.00
Advertising	2,523.45	767.78
Printing & Stationery	1,894.55	955.93
Computer Software & Maintenance	1,413.83	200.81
Telephone	3,412.73	3,311.34
Postage	282.40	327.78
Entertaining	1,468.04	2,582.59
Cleaning	481.89	197.16
Office Sundries	193.60	195.30
Electricity to Office	840.00	840.00
Legal and Professional	465.00	415.00
Subscriptions	1,463.88	1,371.22
Accountancy Fees	650.00	760.00
Bad Debt Written Off	-4.70	0.00
Bank Charges	227.72	281.73
Depreciation - Car	10,104.50	7,812.50
- Computer	411.00	205.45
- Office Equipment	0.00	28.15
- Fixtures & Fittings	84.00	0.00
	<u>44,417.43</u>	<u>33,248.73</u>
Operating Profit for the Year	55,117.84	44,197.51
Profit on Disposal of Assets	0.00	9,000.00
Bank Interest Received - Gross	1,420.50	1,150.15
Other Income	250.00	0.00
NET PROFIT FOR THE YEAR	<u>56,788.34</u>	<u>54,347.66</u>

EUROPEAN HEALTH AND SAFETY CONSULTANTS LIMITED

CAPITAL ALLOWANCE COMPUTATION FOR THE YEAR ENDED 31ST MARCH 2006

	<u>VECTRA CAR</u>	<u>CORSA CAR</u>	<u>VOLVO CAR</u>	<u>POOL</u>	<u>CLAIMED</u>
W.D.V. Brought Forward	3,638	1,335	33,876	5,757	
Additions					
	3,638	1,335	33,876	5,757	
Sales Proceeds/Disposals					
Balancing Allowance					0
W.D.A. @ 25%	-910	-334	-3,000	-1,439	-5,683
W.D.V.Carried Forward	<u>2,729</u>	<u>1,001</u>	<u>30,876</u>	<u>4,318</u>	
					<u><u>-5,683</u></u>

EUROPEAN HEALTH AND SAFETY CONSULTANTS LIMITED

COMPANY NUMBER 02644153

TAX COMPUTATION - FOR THE YEAR ENDED 31ST MARCH 2006

Profit Per Accounts		56,788.34
Add:		
Depreciation	10,599.50	
Entertaining	1,468.04	
	<hr/>	
		<u>12,067.54</u>
		68,855.88
Deduct: Capital Allowances		<u>5,683.00</u>
Adjusted Taxable Profit		<u><u>63,172.88</u></u>
Tax @ 19%		<u><u>12,002.85</u></u>