

Eachairn Arthur Street Limited  
Annual report  
for the year ended 31 December 2008

**Registered Number 2908673**



# **Eachairn Arthur Street Limited**

## **Directors' report for the year ended 31 December 2008**

The Directors present their annual report and the audited financial statements for the year ended 31 December 2008. The Company has elected not to present additional Directors' Report disclosures as permitted by the small company exemptions of section 246(4) of the Companies Act 1985.

### **Principal activities and review of business**

The company continued to be non-trading in the year.

### **Results and dividends**

The result for the year after taxation transferred to reserves amounted to £Nil (2007: £Nil). The Directors do not recommend the payment of an ordinary dividend (2007: £nil).

### **Directors**

The Directors who held office during the year were:

G P Martin  
G E Barnes  
S A Peckham

None of the Directors hold any beneficial interest in shares in the Company.

### **Going concern**

The Directors have considered the going concern assumption given the current economic climate and have reviewed the Company forecasts for the foreseeable future.

After making enquiries and considering the above facts, the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

### **Directors' indemnities**

The ultimate parent undertaking has made qualifying third party indemnity provisions for the benefit of the directors of the Company which were in force throughout the year and at the date of this report.

### **Auditors**

Each of the Directors at the date of approval of this annual report confirms that:

- so far as the Director is aware, there is no relevant audit information of which the Company's auditors are unaware; and
- the Director has taken all the steps that he ought to have taken as a Director in order to make himself 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 s234ZA of the Companies Act 1985.

Deloitte LLP have been re-appointed as auditors of the Company.

# **Eachairn Arthur Street Limited**

## **Directors' report for the year ended 31 December 2008 (continued)**

### **Statement of Directors' responsibilities**

The directors are responsible for preparing the Annual 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). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing 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 company will continue in business.

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

By order of the Board



**GE Barnes**

**Director**

16 Oct

2009

# **Eachairn Arthur Street Limited**

## **Independent auditors' report to the members of Eachairn Arthur Street Limited**

We have audited the financial statements of Eachairn Arthur Street Limited for the year ended 31 December 2008 which comprise the Profit and Loss Account, the Balance Sheet and the related notes 1 to 10. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. 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**

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

### **Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

## **Eachairn Arthur Street Limited**

### **Independent auditors' report to the members of Eachairn Arthur Street Limited (continued)**

#### **Opinion**

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2008 and of its result for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Directors' Report is consistent with the financial statements.



**Deloitte LLP**

Chartered Accountants and Registered Auditors  
London, United Kingdom

15th October 2009

# Eachairn Arthur Street Limited

## Profit and loss account for the year ended 31 December 2008

		Year ended 31 December 2008	Year ended 31 December 2007
	Notes	£	£
Other operating expenses – exceptional	3	-	(200,000)
Other operating income – exceptional	4	-	200,000
Operating profit	2	-	-
Profit on ordinary activities before taxation		-	-
Taxation	6	-	-
<b>Profit for the year</b>	8	-	-

There are no recognised gains or losses other than those included in the profit and loss account above, therefore no statement of total recognised gains and losses is presented.

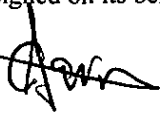
All results are derived from continuing activities.

# Eachairn Arthur Street Limited

## Balance sheet as at 31 December 2008

		31 December 2008	31 December 2007
	Notes	£	£
<b>Net assets less current liabilities</b>		-	-
<b>Capital and reserves</b>			
Called up share capital	7	3,340	3,340
Share premium account	8	598,214	598,214
Profit and loss account	8	(601,554)	(601,554)
<b>Shareholders' funds</b>		-	-

The financial statements on pages 5 to 10 were approved by the Board of Directors on 16/10/09 and were signed on its behalf by:

  
G E Barnes  
Director

Company Number

2908673

# **Eachairn Arthur Street Limited**

## **Notes to the financial statements for the year ended 31 December 2008**

### **1 Principal accounting policies**

The principal accounting policies are summarised below. They have been applied consistently throughout the current and preceding year.

#### **Basis of preparation**

These financial statements have been prepared under the historical cost convention and in accordance with applicable UK accounting standards, and on a going concern basis as outlined in the directors' report on page 2.

#### **Cash flow statement**

The Company is a wholly-owned subsidiary of Melrose UK Holdings Limited and is included in the consolidated financial statements of Melrose PLC which are publicly available. Consequently, the Company has taken advantage of the exemption from preparing a cash flow statement under the terms of Financial Reporting Standard No 1 (Revised) "Cash Flow Statements".

#### **Taxation**

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

#### **Deferred taxation**

Deferred tax is provided in accordance with FRS 19 'Accounting for Deferred Taxation', at the rate ruling on the balance sheet date on all timing differences that arise from the recognition of income and expenditure in differing periods for taxation and accounting purposes.



# **Eachairn Arthur Street Limited**

## **Notes to the financial statements for the year ended 31 December 2008**

### **2 Operating profit**

The audit fee of £3,000 (2007: £3,000) was borne by a fellow Group company.

There were no employees in either the current or prior year.

### **3 Other operating expenses - exceptional**

	<b>Year ended 31 December 2008</b>	<b>Year ended 31 December 2007</b>
	<b>£</b>	<b>£</b>
Write back of debts waived by parent undertaking	-	200,000
	<u>-</u>	<u>200,000</u>

Payment in respect of a debt waived by parent undertaking in the prior period.

### **4 Other operating income - exceptional**

	<b>Year ended 31 December 2008</b>	<b>Year ended 31 December 2007</b>
	<b>£</b>	<b>£</b>
Receipt of third party debt provided for in previous period	-	200,000
	<u>-</u>	<u>200,000</u>

### **5 Directors' emoluments**

The Directors were remunerated by a fellow Group company in the current and prior year.

# Eachairn Arthur Street Limited

## Notes to the financial statements for the year ended 31 December 2008

### 6 Taxation on loss on ordinary activities

	Year ended 31 December 2008	Year ended 31 December 2007
	£	£
<b>(a) Analysis of charge in year</b>		
Current tax:		
UK Corporation tax at 28.5% (2007: 30%)	-	-
Total current tax (note (b))	-	-

#### **(b) Factors affecting tax charge for the year**

The tax assessed for the year is lower than the standard rate of corporation tax in the UK (28.5%). The differences are explained below:

	Year ended 31 December 2008	Year ended 31 December 2007
	£	£
Profit on ordinary activities before tax	-	-
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 28.5% (2007: 30%)	-	-
Disallowed expenses and non taxable income (inc exceptionals)	-	60,000
Group relief surrendered / (claimed) (at nil tax rate)	-	(60,000)
Current tax charge for year (note (a))	-	-

### 7 Share capital

Ordinary Shares of £1 each	Authorised		Allotted, called up and fully paid	
	No of shares	£	No of shares	£
At 1 January 2008 and 31 December 2008	3,340	3,340	3,340	3,340

# **Eachairn Arthur Street Limited**

## **Notes to the financial statements for the year ended 31 December 2008**

### **8 Reconciliation of shareholders' funds and movements in reserves**

	Share premium	Share capital	Profit and loss account	Total shareholders' funds
	£	£	£	£
At 1 January 2008	598,214	3,340	(601,554)	-
Retained profit for the period	-	-	-	-
<b>At 31 December 2008</b>	<b>598,214</b>	<b>3,340</b>	<b>(601,554)</b>	<b>-</b>

### **9 Related party transactions**

The Company has taken advantage of the exemption of FRS 8 Related Party Transactions from disclosing transactions with related parties between members of the Melrose PLC Group of Companies.

### **10 Ultimate parent undertaking and controlling party**

The immediate parent company is McKechnie Limited which is registered in England and Wales.

The ultimate parent undertaking and controlling party is Melrose PLC which is incorporated in Great Britain and registered in England and Wales.

The largest and smallest of undertakings for which group accounts have been drawn up is that headed by Melrose PLC, incorporated in Great Britain and registered in England and Wales. Copies of Group financial statements can be obtained from Precision House, Arden Road, Alcester, Warwickshire, B49 6HN.