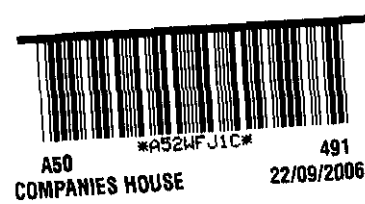


Registered number  
29931981

Davies Brothers (Wales) Ltd

Report and Accounts

30 November 2005



**Davies Brothers (Wales) Ltd**  
**Report and accounts**  
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**Davies Brothers (Wales) Ltd**  
**Company Information**

**Directors**

Mr C.T. Davies

Mr R.A. Davies

**Secretary**

Mr C.T. Davies

**Reporting accountants**

Barlow, Mendham & Co

Glandover House

67 Bute St

Aberdare

R.C.T.

CF44 7LD

**Bankers**

Barclays Bank plc

Aberdare

**Registered office**

1 Thomas Street

Robertstown

Aberdare

Mid Glam

**Registered number**

29931981

**Davies Brothers (Wales) Ltd**  
**Directors' Report**

The directors present their report and accounts for the year ended 30 November 2005.

**Principal activities**

The company's principal activity during the year continued to be that of General Builders.

**Directors**

The directors who served during the year and their interests in the share capital of the company were as follows:

	£1 Ordinary shares	
	2005	2004
Mr C.T. Davies	1	1
Mr R.A. Davies	1	1

**Small company special provisions**

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the board on 19/9/06



Mr C.T. Davies  
Director

**Davies Brothers (Wales) Ltd**  
**Accountants' Report**

**Accountants' report on the unaudited accounts**  
**to the directors of Davies Brothers (Wales) Ltd**

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 30 November 2005, set out on pages 4 to 8, and you consider that the company is exempt from an audit under section 249A(1) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

*Barlow Mendham & Co*

Barlow, Mendham & Co  
Accountants *19/9/06*

Glandover House  
67 Bute St  
Aberdare  
R.C.T.  
CF44 7LD

**Davies Brothers (Wales) Ltd**  
**Profit and Loss Account**  
**for the year ended 30 November 2005**

	<b>Notes</b>	<b>2005 £</b>	<b>2004 £</b>
<b>Turnover</b>		731,526	-
<b>Cost of sales</b>		(520,846)	-
<b>Gross profit</b>		210,680	-
<b>Administrative expenses</b>		(27,308)	(235)
<b>Operating profit/(loss)</b>	2	183,372	(235)
Exceptional items:			
loss on the disposal of tangible fixed assets		(1,240)	-
		182,132	(235)
<b>Profit/(loss) on ordinary activities before taxation</b>		182,132	(235)
<b>Tax on profit/(loss) on ordinary activities</b>	3	(34,624)	-
<b>Profit/(loss) for the financial year</b>		147,508	(235)
<b>Retained profit/(loss) for the financial year</b>		147,508	(235)
<b>Retained loss brought forward</b>		(2,268)	(2,033)
<b>Retained loss carried forward</b>	9	145,240	(2,268)

**Davies Brothers (Wales) Ltd**  
**Balance Sheet**  
**as at 30 November 2005**

	Notes	2005 £	2004 £
<b>Fixed assets</b>			
Tangible assets	4	13,716	-
<b>Current assets</b>			
Stocks		1,250	-
Debtors	5	205,209	-
Cash at bank and in hand		188,625	111
		<u>395,084</u>	<u>111</u>
<b>Creditors: amounts falling due within one year</b>	6	(205,548)	(2,377)
<b>Net current assets/(liabilities)</b>		<u>189,536</u>	<u>(2,266)</u>
<b>Total assets less current liabilities</b>		<u>203,252</u>	<u>(2,266)</u>
<b>Provisions for liabilities and charges</b>			
Deferred taxation	7	(510)	-
Other provisions	7	(57,500)	-
<b>Net assets/(liabilities)</b>		<u>145,242</u>	<u>(2,266)</u>
<b>Capital and reserves</b>			
Called up share capital	8	2	2
Profit and loss account	9	145,240	(2,268)
<b>Shareholders' funds</b>		<u>145,242</u>	<u>(2,266)</u>

The directors are satisfied that the company is entitled to exemption under Section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with Section 221 of the Companies Act 1985; and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.

  
Mr C.T. Davies  
Director

Approved by the board on 19/9/06.

**Davies Brothers (Wales) Ltd**  
**Notes to the Accounts**  
**for the year ended 30 November 2005**

**1 Accounting policies**

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

**Turnover**

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

**Depreciation**

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Motor vehicles 20% straight line

**Stocks**

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

**Deferred taxation**

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes. Deferred taxation is calculated on an un-discounted basis at the tax rates which are expected to apply in the periods when the timing differences will reverse.

<b>2 Operating profit</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
This is stated after charging:		
Depreciation of owned fixed assets	3,429	-
	<hr/>	<hr/>
<b>3 Taxation</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
UK corporation tax	34,114	-
Deferred tax	510	-
	<hr/>	<hr/>
	34,624	-



**Davies Brothers (Wales) Ltd**  
**Notes to the Accounts**  
**for the year ended 30 November 2005**

**4 Tangible fixed assets**

	<b>Motor vehicles £</b>
<b>Cost</b>	
Additions	27,385
Disposals	(10,240)
At 30 November 2005	<u>17,145</u>
<b>Depreciation</b>	
Charge for the year	3,429
At 30 November 2005	<u>3,429</u>
<b>Net book value</b>	
At 30 November 2005	<u>13,716</u>

<b>5 Debtors</b>	<b>2005 £</b>	<b>2004 £</b>
Trade debtors	120,335	-
Other debtors	84,874	-
	<u>205,209</u>	<u>-</u>

<b>6 Creditors: amounts falling due within one year</b>	<b>2005 £</b>	<b>2004 £</b>
Trade creditors	153,201	-
Directors loan account	-	1,907
Corporation tax	34,114	-
Other taxes and social security	16,658	-
Other creditors	1,575	470
	<u>205,548</u>	<u>2,377</u>

**7 Provisions for liabilities and charges**

<b>Deferred taxation:</b>	<b>2005 £</b>	<b>2004 £</b>
Accelerated capital allowances	510	-
	<u>510</u>	<u>-</u>

	<b>2005 £</b>	<b>2004 £</b>
Deferred tax charge in profit and loss account	510	-
At 30 November	<u>510</u>	<u>-</u>

**Davies Brothers (Wales) Ltd**  
**Notes to the Accounts**  
**for the year ended 30 November 2005**

**Other provisions:**

	<b>Provision for latent defects</b>
At 1 December 2004	-
Provisions made during the period	57,500
At 30 November 2005	<u>57,500</u>

<b>8 Share capital</b>			<b>2005</b>	<b>2004</b>
			<b>£</b>	<b>£</b>
Authorised:				
Ordinary shares of £1 each			<u>1,000</u>	<u>1,000</u>
	<b>2005</b>	<b>2004</b>	<b>2005</b>	<b>2004</b>
	<b>No</b>	<b>No</b>	<b>£</b>	<b>£</b>
Allotted, called up and fully paid:				
Ordinary shares of £1 each	2	2	<u>2</u>	<u>2</u>
<b>9 Profit and loss account</b>			<b>2005</b>	<b>2004</b>
			<b>£</b>	<b>£</b>
At 1 December			(2,268)	(2,033)
Retained profit/(loss)			147,508	(235)
At 30 November			<u>145,240</u>	<u>(2,268)</u>

**10 Capital commitments**

The company purchased the goodwill, trade, assets and liabilities of Davies Brothers Builders on 1 August 2006 for £1,300,000.00. The directors of the company are the partners of Davies Brothers Builders.

**11 Related party transactions**

Included in 'other debtors' are wages and expenses paid on behalf of Davies Brothers Builders, a partnership of the directors of Davies Brothers (Wales) Limited, payment has been made since the balance sheet date.

As described in note 10 above, the company purchased the goodwill, trade, assets and liabilities of Davies Brothers Builders for £1,300,000.00 on 1 August 2006.