

Company Registration No. 3365236 (England and Wales)

RAMPART SECURITY LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2004



RAMPART SECURITY LIMITED

COMPANY INFORMATION

Directors	P. Rutt S. Rutt G. Kane
Secretary	S. Rutt
Company number	3365236
Registered office	Brunel House George Street Gloucester GL1 1BZ
Auditors	Pitt Godden & Taylor Brunel House George Street Gloucester GL1 1BZ
Business address	The Carriage House, Guydens Farm, Oxford Road, Garsington Oxfordshire OX44 9AZ

RAMPART SECURITY LIMITED

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RAMPART SECURITY LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 AUGUST 2004

The directors present their report and financial statements for the year ended 31 August 2004.

Principal activities

The principal activity of the company continued to be that of the provision of intruder alarms and security systems.

Directors

The following directors have held office since 1 September 2003:

P. Rutt
S. Rutt
G. Kane

Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	31 August 2004	1 September 2003
P. Rutt	500	500
S. Rutt	500	500
G. Kane	-	-

	Ordinary "A" shares of £ 1 each	
	31 August 2004	1 September 2003
P. Rutt	83	83
S. Rutt	83	83
G. Kane	-	-

	Ordinary "unclassified" shares of £ 1 each	
	31 August 2004	1 September 2003
P. Rutt	6,996	6,996
S. Rutt	6,996	6,996
G. Kane	5,421	5,421

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Pitt Godden & Taylor be reappointed as auditors of the company will be put to the Annual General Meeting.

RAMPART SECURITY LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2004

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which 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 those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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 which disclose with reasonable accuracy at any time the financial position of the company and to 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.

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

On behalf of the board



S. Rutt

Director

20-05-05

RAMPART SECURITY LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF RAMPART SECURITY LIMITED

We have audited the financial statements of Rampart Security Limited on pages 5 to 14 for the year ended 31 August 2004. These financial statements have been prepared under the historical cost convention and 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 auditor's 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 the directors and auditors

As described in the statement of directors' responsibilities on page 2 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 if, in our opinion, the directors' report is not consistent with the financial statements, if 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 transactions with the company 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 United Kingdom Auditing Standards 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 judgements 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.

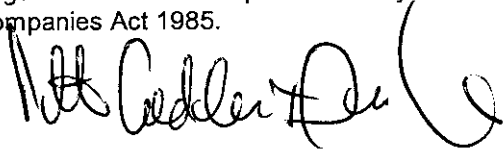
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity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

RAMPART SECURITY LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE SHAREHOLDERS OF RAMPART SECURITY LIMITED

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 August 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Pitt Godden & Taylor

20.05.05

Chartered Accountants
Registered Auditor

Brunel House
George Street
Gloucester
GL1 1BZ

RAMPART SECURITY LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2004

	Notes	2004 £	2003 £
Turnover		2,113,234	1,189,092
Cost of sales		(1,258,250)	(658,589)
Gross profit		854,984	530,503
Administrative expenses		(652,913)	(484,875)
Operating profit	2	202,071	45,628
Other interest receivable and similar income	3	10	11
Interest payable and similar charges	4	(367)	(275)
Profit on ordinary activities before taxation		201,714	45,364
Tax on profit on ordinary activities	5	(43,746)	(10,139)
Profit on ordinary activities after taxation		157,968	35,225
Dividends		(117,855)	(26,667)
Retained profit for the year	14	40,113	8,558

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

RAMPART SECURITY LIMITED

BALANCE SHEET AS AT 31 AUGUST 2004

	Notes	2004 £	£	2003 £	£
Fixed assets					
Tangible assets	6		19,672		19,203
Investments	7		1		1
			<u>19,673</u>		<u>19,204</u>
Current assets					
Stocks		74,614		51,570	
Debtors	8	651,782		306,026	
Cash at bank and in hand		203,904		51,542	
		<u>930,300</u>		<u>409,138</u>	
Creditors: amounts falling due within one year	9	<u>(817,681)</u>		<u>(334,709)</u>	
Net current assets			<u>112,619</u>		<u>74,429</u>
Total assets less current liabilities			<u>132,292</u>		<u>93,633</u>
Creditors: amounts falling due after more than one year	10		-		(1,531)
Provisions for liabilities and charges	11		<u>(1,012)</u>		<u>(935)</u>
			<u>131,280</u>		<u>91,167</u>
Capital and reserves					
Called up share capital	13		27,079		27,079
Profit and loss account	14		104,201		64,088
Shareholders' funds - equity interests	15		<u>131,280</u>		<u>91,167</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 20.5.05

P. Rutt
Director

RAMPART SECURITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2004

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable accounting standards.

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 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 less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	25% Straight line basis
Fixtures, fittings & equipment	25% Reducing balance basis
Motor vehicles	25% Straight line basis

1.5 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.6 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.7 Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

1.8 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with FRS 17.

RAMPART SECURITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2004

1 Accounting policies

(continued)

1.9 Deferred taxation

The accounting policy in respect of deferred tax has been changed to reflect the requirements of FRS19 - Deferred tax. Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

The above amounts to a change in accounting policy. The previous policy was to provide deferred tax only to the extent that it was probable that liabilities would crystallise in the foreseeable future.

The adoption of the standard has not required a prior period adjustment.

1.10 Group accounts

The financial statements present information about the company as an individual undertaking and not about its group. The company and its subsidiary undertaking comprise a small-sized group. The company has therefore taken advantage of the exemptions provided by section 248 of the Companies Act 1985 not to prepare group accounts.

2	Operating profit	2004 £	2003 £
	Operating profit is stated after charging:		
	Depreciation of tangible assets	6,789	6,247
	Loss on disposal of tangible assets	1,787	-
	Equipment hire	766	480
	Operating lease rentals	54,162	46,119
	Auditors' remuneration	6,370	6,000
	Directors' emoluments	208,762	136,902

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 2 (2003- 2).

3	Investment income	2004 £	2003 £
	Bank interest	10	-
	Other interest	-	11
		10	11

4	Interest payable	2004 £	2003 £
	Included in interest payable is the following amount:		
	Hire purchase interest	249	178

RAMPART SECURITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2004

5	Taxation	2004 £	2003 £
	Domestic current year tax		
	U.K. corporation tax	44,000	10,000
	Adjustment for prior years	(331)	(796)
	Current tax charge	<u>43,669</u>	<u>9,204</u>
	Deferred tax		
	Origination and reversal of timing differences	77	62
	Change in tax rates	-	873
		<u>77</u>	<u>935</u>
		<u>43,746</u>	<u>10,139</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	<u>201,714</u>	<u>45,364</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 19.00% (2003: 19.00%)	<u>38,326</u>	<u>8,619</u>
	Effects of:		
	Non deductible expenses	4,695	877
	Depreciation add back	1,630	1,187
	Capital allowances	(1,609)	(1,249)
	Adjustments to previous periods	(331)	(796)
	Other tax adjustments	958	566
		<u>5,343</u>	<u>585</u>
	Current tax charge	<u>43,669</u>	<u>9,204</u>

RAMPART SECURITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2004

6 Tangible fixed assets

	Plant and machinery etc £
Cost	
At 1 September 2003	64,497
Additions	9,945
Disposals	(3,675)
	<hr/>
At 31 August 2004	70,767
	<hr/>
Depreciation	
At 1 September 2003	45,293
On disposals	(988)
Charge for the year	6,790
	<hr/>
At 31 August 2004	51,095
	<hr/>
Net book value	
At 31 August 2004	19,672
	<hr/>
At 31 August 2003	19,203
	<hr/>

Included above are assets held under finance leases or hire purchase contracts as follows:

	Motor vehicles £
Net book values	
At 31 August 2004	3,334
	<hr/>
At 31 August 2003	4,584
	<hr/>
Depreciation charge for the year	
At 31 August 2004	1,250
	<hr/>
At 31 August 2003	416
	<hr/>

RAMPART SECURITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2004

7 Fixed asset investments

	Shares in group undertakings and participating interests £
Cost	
At 1 September 2003 & at 31 August 2004	1
Net book value	
At 31 August 2004	1
	<hr/>
At 31 August 2003	1
	<hr/>

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Class	Shares held %
Subsidiary undertakings			
Rampart Direct Limited	England	Ordinary	100

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Principal activity	Capital and reserves 2004 £	Profit for the year 2004 £
Rampart Direct Limited		1	-
		<hr/>	<hr/>

8 Debtors

	2004 £	2003 £
Trade debtors	595,507	246,959
Other debtors	56,275	59,067
	<hr/>	<hr/>
	651,782	306,026
	<hr/>	<hr/>

RAMPART SECURITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2004

9 Creditors: amounts falling due within one year	2004 £	2003 £
Net obligations under hire purchase contracts	1,531	2,227
Trade creditors	410,206	166,238
Amounts owed to group undertakings and undertakings in which the company has a participating interest	1	1
Taxation and social security	160,588	72,298
Payments received on account	-	6,679
Other creditors	245,355	87,266
	<u>817,681</u>	<u>334,709</u>

The hire purchase liability is secured on the asset to which it relates as detailed in note 6.

10 Creditors: amounts falling due after more than one year	2004 £	2003 £
Net obligations under hire purchase contracts	-	1,531
Net obligations under hire purchase contracts		
Repayable within one year	1,531	2,227
Repayable between one and five years	-	1,531
	<u>1,531</u>	<u>3,758</u>
Included in liabilities falling due within one year	(1,531)	(2,227)
	<u>-</u>	<u>1,531</u>

11 Provisions for liabilities and charges

	Deferred tax liability £
Balance at 1 September 2003	935
Profit and loss account	77
	<u>1,012</u>
Balance at 31 August 2004	

The deferred tax liability is made up as follows:

	2004 £	2003 £
Accelerated capital allowances	<u>1,012</u>	<u>935</u>

RAMPART SECURITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2004

12 Pension costs

Defined contribution

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund.

	2004 £	2003 £
Contributions payable by the company for the year	19,664	1,800

13 Share capital

	2004 £	2003 £
Authorised		
1,500 Ordinary shares of £1 each	1,500	1,500
474 Ordinary "A" shares of £1 each	474	474
98,026 Ordinary "unclassified" shares of £1 each	98,026	98,026
	<u>100,000</u>	<u>100,000</u>
Allotted, called up and fully paid		
1,500 Ordinary shares of £1 each	1,500	1,500
166 Ordinary "A" shares of £1 each	166	166
25,413 Ordinary "unclassified" shares of £1 each	25,413	25,413
	<u>27,079</u>	<u>27,079</u>

The 'A' Shares do not carry any right to attend or vote at meetings of the company.

14 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 September 2003	64,088
Retained profit for the year	40,113
	<u>104,201</u>
Balance at 31 August 2004	

RAMPART SECURITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2004

15 Reconciliation of movements in shareholders' funds	2004 £	2003 £
Profit for the financial year	157,968	35,225
Dividends	(117,855)	(26,667)
Net addition to shareholders' funds	40,113	8,558
Opening shareholders' funds	91,167	82,609
Closing shareholders' funds	131,280	91,167

16 Financial commitments

At 31 August 2004 the company was committed to making the following payments under non-cancellable operating leases in the year 31 August 2005:

	Land and buildings			Other
	2004	2003	2004	2003
	£	£	£	£
Operating leases which expire:				
Within one year	28,054	17,651	14,934	22,700
Between two and five years	-	-	4,333	4,333
	28,054	17,651	19,267	27,033