



**COOKSON PLANT HIRE
LIMITED**

UNAUDITED FINANCIAL
STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2004

COOKSON PLANT HIRE LIMITED

UNAUDITED FINANCIAL STATEMENTS

For the year ended 31 December 2004

Company registration number: 3868291

Registered office: Waverley House
Edgerton Road
Huddersfield
HD3 3AD

Directors: Mr J R Cookson
Mr M H R I Wilson

Secretary: Mrs G M Berryman-Smart

Bankers: Yorkshire Bank plc
4 Victoria Place
Manor Road
Leeds
West Yorkshire
LS11 5AE

COOKSON PLANT HIRE LIMITED

UNAUDITED FINANCIAL STATEMENTS

For the year ended 31 December 2004

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COOKSON PLANT HIRE LIMITED

REPORT OF THE DIRECTORS

The directors present their report together with the financial statements for the year ended 31 December 2004.

Principal activities

The company is principally engaged in the provision of plant hire services within the construction industry.

Business review

There was a profit for the year after taxation amounting to £113,655 (2003: £103,797). The directors do not recommend the payment of a dividend.

Directors

The membership of the Board during the year is set out below. Other than stated below, all served on the Board throughout the year.

The interests of the directors in the shares of the company as at 1 January 2004 and 31 December 2004 were as follows:

	31 December 2004	Ordinary shares 1 January 2004
Mr J R Cookson	99	99
Mr K N Hardman (appointed 12 August 2003, deceased 9 June 2004)	-	-

Mr M H R I Wilson was appointed to the Board on 5 January 2005.

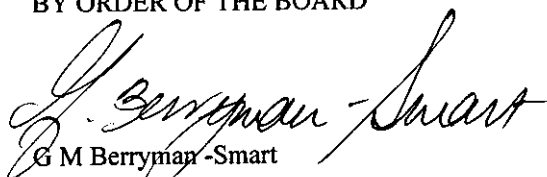
Directors' responsibilities for the financial statements

Company law in the United Kingdom 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
- making 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 maintaining proper accounting records, for safeguarding the assets of the company and for taking reasonable steps for the presentation and detection of fraud and other irregularities.

BY ORDER OF THE BOARD


G M Berryman-Smart
Secretary

22 JUNE 2005

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE
UNAUDITED FINANCIAL STATEMENTS OF COOKSON PLANT HIRE LIMITED**

In accordance with the engagement letter dated 12 April 2005 and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company for the year ended 31 December 2004 which comprise the profit and loss account, the balance sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the company's board of directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's board of directors that we have done so, and state those matters that we have agreed to state to them in this 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 board of directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

Grant Thornton UK LLP

**GRANT THORNTON UK LLP
CHARTERED ACCOUNTANTS**

LEEDS

29 June 2005

COOKSON PLANT HIRE LIMITED

PRINCIPAL ACCOUNTING POLICIES

BASIS OF PREPARATION

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost convention.

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

TURNOVER

Turnover is the total amount receivable by the company for the hire of goods and services, excluding VAT and trade discounts.

TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost, net of depreciation. Depreciation is calculated to write down the cost less estimated residual value of all tangible fixed assets, other than freehold land, by equal annual instalments over their expected useful lives.

The rates generally applicable are:

Plant and machinery	25% on reducing balance
Motor vehicles	25% on reducing

DEFERRED TAXATION

Deferred tax is recognised on all timing differences where the transactions or events that give the company an obligation to pay more tax in the future, or a right to pay less tax in the future, have occurred by the balance sheet date. Deferred tax assets are recognised when it is more likely than not that they will be recovered. Deferred tax is measured using rates of tax that have been enacted or substantively enacted by the balance sheet date.

LEASED ASSETS

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight line basis over the lease term.

CASH FLOW STATEMENT

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cashflow statement in the financial statements on the grounds that the company is small.

COOKSON PLANT HIRE LIMITED**PROFIT AND LOSS ACCOUNT**

For the year ended 31 December 2004

	Note	2004 £	2003 £
Turnover		303,757	274,622
Cost of sales		<u>(79,237)</u>	<u>(30,596)</u>
Gross profit		224,520	244,026
Administrative expenses		<u>101,855</u>	<u>(92,809)</u>
Operating profit		122,665	151,217
Interest and similar charges	2	<u>(9,010)</u>	<u>(8,445)</u>
Profit on ordinary activities before taxation	1	113,655	142,772
Tax on profit on ordinary activities	4	<u>-</u>	<u>(38,975)</u>
Profit transferred to reserves	13	<u>113,655</u>	<u>103,797</u>

There were no recognised gains or losses other than the profit for the financial year.

All of the activities of the company are classed as continuing.

The accompanying accounting policies and notes form an integral part of these financial statements.

COOKSON PLANT HIRE LIMITED**BALANCE SHEET AT 31 DECEMBER 2004**

	Note	2004 £	2003 £
Fixed assets			
Tangible assets	5	<u>512,538</u>	<u>179,804</u>
		512,538	179,804
Current assets			
Debtors	6	<u>171,845</u>	<u>111,474</u>
Cash at bank and in hand		<u>-</u>	<u>53,893</u>
		171,845	165,367
Creditors: amounts falling due within one year	7	<u>(237,529)</u>	<u>(126,855)</u>
Net current assets		<u>(65,684)</u>	<u>38,512</u>
Total assets less current liabilities		446,854	218,316
Creditors: amounts falling due after more than one year	8	<u>(140,900)</u>	<u>(26,017)</u>
Provisions for liabilities and charges	10	<u>(5,210)</u>	<u>(5,210)</u>
		<u>300,744</u>	<u>187,089</u>
Capital and reserves			
Called up share capital	12	<u>100</u>	<u>100</u>
Profit and loss account	13	<u>300,644</u>	<u>186,989</u>
Shareholders' funds	14	<u>300,744</u>	<u>187,089</u>

For the year ended 31 December 2004, the company was exempt from audit of its financial statements under section 249A(1) of the Companies Act 1985. No notice has been deposited by members under section 249B(2) of the Companies Act 1985 calling for an audit in relation to these financial statements.

The directors acknowledge their responsibility for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and preparing financial statements 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 for the financial year in accordance with the requirements of section 226, and which otherwise comply with the Companies Act relating to accounts, so far as applicable to the company.

The financial statements were approved by the Board of Directors on 22ND JUNE 2005



J R Cookson
Director

The accompanying accounting policies and notes form an integral part of these financial statements.

COOKSON PLANT HIRE LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

For the year ended 31 December 2004

1 PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The profit on ordinary activities is stated after:

	2004 £	2003 £
Depreciation:		
Tangible fixed assets owned	23,213	4,918
Tangible fixed assets held under finance leases and hire purchase contracts	<u>57,874</u>	<u>50,469</u>

2 INTEREST AND SIMILAR CHARGES

	2004 £	2003 £
On bank loans and overdrafts	426	83
Finance charges in respect of finance leases	<u>8,584</u>	<u>8,362</u>
	<u>9,010</u>	<u>8,445</u>

3 DIRECTORS AND EMPLOYEES

The average number of employees during the year was 2 (2003: 2). The directors received no emoluments in the year (2003: Nil).

4 TAX ON PROFIT ON ORDINARY ACTIVITIES

The tax charge represents:

	2004 £	2003 £
UK corporation tax at 30% (2003: 30%)	-	38,485
Current tax	-	38,485
Deferred tax	-	490
	<u>-</u>	<u>38,975</u>

COOKSON PLANT HIRE LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

For the year ended 31 December 2004

TAX ON PROFIT ON ORDINARY ACTIVITIES (CONTINUED)

The tax assessed for the period is lower than the rate of corporation tax in the UK of 30% (2003: 30%). The differences are explained as follows:

	2004 £	2003 £
Profit on ordinary activities before tax	113,655	142,772
Profit on ordinary activities multiplied by small companies rate of corporation tax in the UK of 30% (2003: 30%)	34,096	42,832
Effect of:		
Capital allowances for the year in excess of depreciation	(34,855)	1,868
Unutilised trading losses carried forward	759	-
Adjustments in respect of lower rate of corporation tax applying	-	(6,215)
	<u>-</u>	<u>38,485</u>

5 TANGIBLE FIXED ASSETS

	Plant and machinery £	Motor vehicles £	Total £
Cost			
At 1 January 2004	315,303	28,300	343,603
Additions	447,642	-	447,642
Disposals	(105,482)	-	(105,482)
At 31 December 2004	<u>657,463</u>	<u>28,300</u>	<u>685,763</u>
Depreciation			
At 1 January 2004	153,595	10,204	163,799
Change in the year	76,560	4,526	81,087
Disposals	(71,661)	-	(71,661)
At 31 December 2004	<u>158,494</u>	<u>14,730</u>	<u>173,225</u>
Net book amount at 31 December 2004	<u>498,969</u>	<u>13,570</u>	<u>512,538</u>
Net book amount at 31 December 2003	<u>161,708</u>	<u>18,096</u>	<u>179,804</u>

COOKSON PLANT HIRE LIMITED**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**

For the year ended 31 December 2004

TANGIBLE FIXED ASSETS (CONTINUED)

The figures stated above include assets held under finance leases and similar hire purchase contracts, as follows:

	Plant and machinery £	Motor vehicles £	Total £
Net book amount at 31 December 2004	<u>374,376</u>	<u>13,570</u>	<u>387,946</u>
Net book amount at 31 December 2003	<u>135,883</u>	<u>18,096</u>	<u>153,929</u>
Depreciation provided in the year	<u>53,348</u>	<u>4,526</u>	<u>57,874</u>

6 DEBTORS

	2004 £	2003 £
Amounts due from related parties	<u>151,348</u>	110,369
Other debtors	<u>20,497</u>	<u>1,105</u>
	<u>171,845</u>	<u>111,474</u>

7 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2004 £	2003 £
Bank overdraft	<u>25,875</u>	-
Trade creditors	<u>74,106</u>	5,504
Amounts due to related parties	-	12,750
Corporation tax	-	38,485
Director's loan	100	100
Amounts due under finance leases	<u>113,448</u>	58,488
Accruals and deferred income	<u>24,000</u>	<u>11,528</u>
	<u>237,529</u>	<u>126,855</u>

8 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2004 £	2003 £
Amounts due under finance leases	<u>140,900</u>	<u>26,017</u>

COOKSON PLANT HIRE LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

For the year ended 31 December 2004

9 BORROWINGS

Borrowings are repayable as follows:

	2004 £	2003 £
Within one year:		
Finance leases	113,448	58,488
After one and within two years:		
Finance leases	91,507	22,878
After two and within five years:		
Finance leases	49,393	3,139
	<u>254,348</u>	<u>84,505</u>

10 PROVISIONS FOR LIABILITIES AND CHARGES

The movement in the deferred taxation provision during the year was:

	Total £
At 1 January 2004	5,210
Charged in the year	-
At 31 December 2004	<u>5,210</u>

11 DEFERRED TAXATION

Deferred taxation provided for in the financial statements is set out below.

	2004 £	2003 £
Accelerated capital allowances	<u>5,210</u>	<u>5,210</u>

12 SHARE CAPITAL

	2004 £	2003 £
Authorised		
1,000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>

COOKSON PLANT HIRE LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

For the year ended 31 December 2004

13 RESERVES

	Profit and loss account £
At 1 January 2004	186,989
Retained profit for the year	113,655
At 31 December 2004	<u>300,644</u>

14 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2004 £	2003 £
Profit for the financial year	113,655	103,797
Net increase in shareholders' funds	113,655	103,797
Shareholders' funds at 1 January 2004	187,089	83,292
Shareholders' funds at 31 December 2004	<u>300,744</u>	<u>187,089</u>

15 CAPITAL COMMITMENTS

The company had no capital commitments at 31 December 2004 or 31 December 2003.

16 CONTINGENT LIABILITIES

There were no contingent liabilities at 31 December 2004 or 31 December 2003.

17 RELATED PARTY TRANSACTIONS

Mr J R Cookson is a director and has an interest in the share capital of J R Cookson (Contracting) Limited. All of the company's sales are made to J R Cookson (Contracting) Limited. The company also paid management charges of £Nil (2003: £30,000) to J R Cookson (Contracting) Limited.

The net amount due from J R Cookson (Contracting) Limited at 31 December 2004 was £109,915 (2003: £97,619).

18 ULTIMATE CONTROL

Mr J R Cookson is the company's controlling related party by virtue of his shareholding.

COOKSON PLANT HIRE LIMITED**DETAILED TRADING AND PROFIT AND LOSS ACCOUNT**

For the year ended 31 December 2004

	2004	2003
	£	£
Sales	303,757	274,622
Cost of sales	79,237	30,596
Gross profit	224,520	244,026
Administration expenses		
Health and safety	1,798	-
Staff salaries	3,863	-
Management charge	-	30,000
Rent	12,000	-
Stationery	915	154
Accountancy and professional fees	1,215	2,515
Bank charges	648	225
Loss on sale of assets	-	3,719
Depreciation	81,087	55,387
Sundry	329	809
	101,855	92,809
Trading profit		151,217
Interest		
Bank interest	426	83
HP interest	8,584	8,362
Interest on overdue tax	-	-
	9,010	8,445
Net profit for the year before taxation	113,655	142,772

THIS PAGE DOES NOT FORM PART OF THE AUDITED FINANCIAL STATEMENTS