

Co House

TAURUS WASTE RECYCLING LIMITED

REPORT AND FINANCIAL STATEMENTS

31 October 2004



Company Registration No. 04281987

Taurus Waste Recycling Limited

DIRECTORS AND OFFICERS

DIRECTORS

P J Scarborough
S T Mills
R Bird
G R Bird
K C Cartwright
S J Watkins

SECRETARY

Mrs J A Scarborough

REGISTERED OFFICE

10 Wintersells Road
Byfleet
Surrey
KT14 7LF

AUDITORS

J A Cini
Chartered Accountants
Birnam Close
Ripley
Woking
GU23 6JH

SOLICITORS

Courts & Co
15 Wimpole Street
London
W1G 9SY

Taurus Waste Recycling Limited

DIRECTORS REPORT

The directors submit their report and the financial statements of Taurus Waste Recycling Limited for the year ended 31 October 2004.

PRINCIPAL ACTIVITIES

The principal activity of the group during the period was that of waste management, haulage contracting and waste tipping.

REVIEW OF THE BUSINESS

The directors consider that the results for the second full year of trading and the financial position at the end of the year to be satisfactory and that trading conditions are continuing to improve.

RESULTS AND DIVIDENDS

The retained profit for the year after taxation was £273,614 (2003: £288,747) and has been transferred to reserves. The directors do not recommend the payment of a dividend.

DIRECTORS AND THEIR INTERESTS

The directors during the year and their beneficial interests in the shares of the company, including family interests, were as follows:

	<i>Ordinary shares Of £1 each</i>
P J Scarborough	200,000
S T Mills	200,000
R Bird	50,000
K C Cartwright	50,000
S T Watkins	50,000
G R Bird	50,000

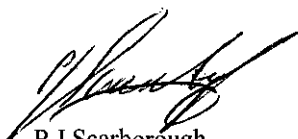
CHARITABLE DONATIONS

The group made charitable donations of £367 during the year.

AUDITORS

J A Cini, Chartered Accountants, have indicated their willingness to be reappointed. A resolution for their re-appointment will be put to the members at the annual general meeting.

By order of the board



P J Scarborough
Director
20 January 2005

Taurus Waste Recycling Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

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 group and of the profit or loss of the group for that period. In preparing those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- d. 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 requirements of 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.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TAURUS WASTE RECYCLING LIMITED

We have audited the financial statements on pages 5 to 17.

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 purposes. 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 opinion we have formed.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards 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 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 other information contained in the Annual Report, and consider whether it is consistent with the audited financial statements. This other information comprises only the Directors' Report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

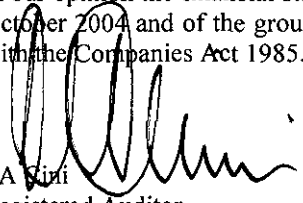
Basis of opinion

We conducted our audit in accordance with 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.

Opinion

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



J A Sini
Registered Auditor
Chartered Accountants
Birnam Close
Ripley
Woking GU23 6JH
20 January 2005

Taurus Waste Recycling Limited
CONSOLIDATED PROFIT AND LOSS ACCOUNT
for the year ended 31 October 2004

	<i>Notes</i>	<i>2004</i>	<i>2003</i>
		£	£
TURNOVER	1	8,558,730	7,666,184
Cost of sales		(5,805,715)	(5,072,973)
Gross profit		<u>2,753,015</u>	<u>2,593,211</u>
Net operating expenses	2	(1,960,716)	(1,886,014)
OPERATING PROFIT		<u>792,299</u>	<u>707,197</u>
Exceptional item	5	26,712	-
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST		<u>765,587</u>	<u>707,197</u>
Interest payable	3	(361,433)	(363,245)
Interest receivable		-	96
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>404,154</u>	<u>344,048</u>
Taxation	7	(130,540)	(55,301)
RETAINED PROFIT FOR THE YEAR	16	<u>273,614</u>	<u>288,747</u>

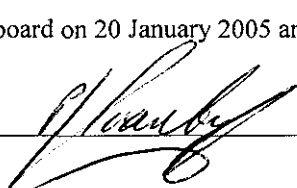
The notes form part of these financial statements.

Taurus Waste Recycling Limited
CONSOLIDATED AND COMPANY BALANCE SHEETS
31 October 2004

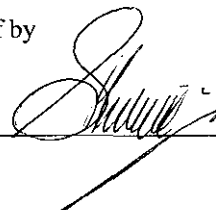
	Notes	2004		2003	
		Group £	Company £	Group £	Company £
FIXED ASSETS					
Intangible assets	8	2,972,765	-	3,098,260	-
Tangible assets	9	3,014,634	-	2,742,109	-
Investments	10	-	495,932	-	495,932
		<u>5,987,399</u>	<u>495,932</u>	<u>5,840,369</u>	<u>495,932</u>
CURRENT ASSETS					
Stock	11	34,042	-	24,042	-
Debtors	12	1,404,332	947,845	1,455,526	1,212,467
Cash in hand		1,405	-	100	-
		<u>1,439,779</u>	<u>947,845</u>	<u>1,479,668</u>	<u>1,212,467</u>
CREDITORS: <i>Amounts falling due within one year</i>	13	(3,631,918)	(245,914)	(3,455,931)	(249,547)
NET CURRENT ASSETS/(LIABILITIES)		<u>(2,192,139)</u>	<u>701,931</u>	<u>(1,976,263)</u>	<u>(962,920)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		3,795,260	1,197,863	3,864,106	1,458,852
CREDITORS: <i>Amounts falling due after more than one year</i>	13	(2,408,218)	(602,459)	(2,831,915)	(861,000)
PROVISIONS FOR LIABILITIES AND CHARGES	14	(195,695)	-	(114,458)	-
		<u>1,191,347</u>	<u>595,404</u>	<u>917,733</u>	<u>597,852</u>
CAPITAL AND RESERVES					
Called up share capital	15	600,000	600,000	600,000	600,000
Profit and loss account	16	591,347	(4596)	317,733	(2,148)
	17	<u>1,191,347</u>	<u>595,404</u>	<u>917,733</u>	<u>597,852</u>

Approved by the board on 20 January 2005 and signed on its behalf by

P J Scarborough



S T Mills



Directors

The notes form part of these financial statements.

Taurus Waste Recycling Limited
CONSOLIDATED CASH FLOW STATEMENT
for the year ended 31 October 2004

	2004 £	2003 £
Net cash inflow from operating activities	1,331,584	1,396,849
Returns on investments and servicing of finance	(361,433)	(363,148)
Capital expenditure and financial investment	(75,073)	(1,166,941)
	<u>895,078</u>	<u>(133,240)</u>
Financing	(1,173,475)	(186,642)
(Decrease)/increase in cash in year/period	<u>(278,397)</u>	<u>(319,882)</u>
RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT		
Decrease in cash in the year	(278,397)	(319,882)
Cash inflow from increase in debt and lease finance	1,133,476	975,784
Change in net debt resulting from cash flows	-	-
New finance leases	(689,642)	(789,142)
Movement in net debt in the year/period	<u>165,437</u>	<u>(133,240)</u>
Net debt at 1 November 2003	(5,122,971)	(4,989,731)
Net debt at 31 October 2004	<u>(4,957,534)</u>	<u>(5,122,971)</u>

The notes form part of these financial statements

Taurus Waste Recycling Limited

NOTES TO THE CASH FLOW STATEMENT

for the year ended 31 October 2004

1.	RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES	2004 £	2003 £
	Operating profit	792,299	707,197
	Amortisation of goodwill	165,692	163,778
	Depreciation	472,004	403,174
	Profit/loss on sale of fixed assets	(6,526)	(1,174)
	Increase in stocks	(10,000)	(13,900)
	Decrease/increase in debtors	10,997	(228,690)
	Decrease/increase in creditors	(92,882)	(90,916)
	Net cash flow from operating activities	1,331,584	1,396,849
2.	ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT	2004 £	2003 £
	Returns on investments and servicing of finance:		
	Interest paid	(268,545)	(294,868)
	Interest element of hire purchase payments	(92,888)	(68,280)
	Net cash outflow for returns on investments and servicing of finance	(361,433)	(363,148)
	Capital expenditure and financial investment:		
	Purchase of tangible fixed assets	(95,361)	(1,191,940)
	Sale of tangible fixed assets	47,000	25,000
	Pickwick Farm abortive expenditure	(26,712)	-
	Net cash outflow for capital expenditure and financial investment	(75,073)	(1,166,940)
	Financing:		
	New loans in year	-	789,142
	Capital repayments in year	(1,353,475)	(975,784)
	Amount introduced by directors	180,000	
	Net cash flow from financing	(1,173,475)	(186,642)

The notes form part of these financial statements

Taurus Waste Recycling Limited

NOTES TO THE CASH FLOW STATEMENT

for the year ended 31 October 2004

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1 November 2003 £	Cash flow £	Other non-cash changes £	At 31 October 2004 £
Net cash:				
Cash at bank and in hand	100	1,305		1,405
Bank overdraft	(844,985)	(279,702)		(1,124,687)
	<u>(844,885)</u>	<u>(278,397)</u>		<u>(1,123,282)</u>
Debt:				
Hire purchase	(1,414,408)	730,199	(689,642)	(1,373,851)
Debts falling due within one year	(762,978)	-	-	(762,978)
Debts falling due after one year	(2,100,700)	403,277	-	(1,697,423)
	<u>(4,278,086)</u>	<u>1,133,476</u>	<u>(689,642)</u>	<u>(3,834,252)</u>
Total	<u>(5,122,971)</u>	<u>855,079</u>	<u>(689,642)</u>	<u>(4,957,534)</u>

The notes form part of these financial statements.

Taurus Waste Recycling Limited

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

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

BASIS OF CONSOLIDATION

The consolidated financial statements incorporate those of Taurus Waste Recycling Limited and all of its subsidiary undertakings for the year. All financial statements are made up to 31 October 2004.

INTANGIBLE FIXED ASSETS

Goodwill represents the excess of the purchase price over the fair value of the net assets acquired and is capitalised and written off evenly over 20 years. In the opinion of the directors this represents the period over which the goodwill is effective.

TANGIBLE FIXED ASSETS

Fixed assets are stated as historical cost less accumulated depreciation.

Depreciation is provided on all tangible fixed assets calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:

Land and buildings	2% straight line basis
Plant and machinery	5%-25% reducing balance
Fixtures, fittings and equipment	10%-25% reducing balance
Motor vehicles	25% reducing balance

INVESTMENTS

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

DEFERRED TAXATION

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.

LEASED ASSETS AND OBLIGATIONS

Where assets are financed by leasing agreements that give rights approximating to ownership ("finance leases"), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as obligations to the lessor.

Lease payments are treated as consisting of capital and interest elements, and the interest is charged to the profit and loss account in proportion to the remaining balance outstanding.

All other leases are "operating leases" and the annual rentals are charged to profit and loss on the straight line basis over the lease term.

PENSION CONTRIBUTIONS

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

TURNOVER

Turnover represents the invoiced value, net of Value Added Tax, of goods sold and services provide to customers outside the group.

Taurus Waste Recycling Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 October 2004

1. TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The group's turnover and profit before taxation were all derived from its principal activity wholly undertaken in the United Kingdom.

2. NET OPERATING EXPENSES

	2004 £	2003 £
--	-----------	-----------

Administrative expenses	1,960,716	1,886,014
-------------------------	-----------	-----------

3. INTEREST PAYABLE

	2004 £	2003 £
--	-----------	-----------

On bank loans and overdrafts	109,808	45,073
------------------------------	---------	--------

On other loans	158,737	249,891
----------------	---------	---------

Hire purchase interest	92,888	68,281
------------------------	--------	--------

	361,433	363,245
--	---------	---------

4. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	2004 £	2003 £
--	-----------	-----------

Profit on ordinary activities before taxation is stated after charging:

Depreciation – owned assets	472,004	403,174
-----------------------------	---------	---------

Hire of plant and machinery	66,461	80,624
-----------------------------	--------	--------

Profit on disposal of fixed assets	(6,526)	(1,174)
------------------------------------	---------	---------

Amortisation of goodwill	165,692	146,250
--------------------------	---------	---------

Auditors remuneration	5,000	5,000
-----------------------	-------	-------

Auditors remuneration for non audit work	5,750	22,320
--	-------	--------

Directors' emoluments	232,776	174,001
-----------------------	---------	---------

Information regarding the highest paid director for the year ended 31 October 2004 is as follows:

	2004 £
Emoluments etc.	39,996

The parent company's loss for the period to 31 October 2004 amounted to £2,448 (2003: £2,148).

5. EXCEPTIONAL ITEM

The exceptional item represents the costs incurred in obtaining an option for the use of land at Pickwick Farm for trading purposes which has turned out to be an abortive exercise.

Taurus Waste Recycling Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 October 2004

6.	EMPLOYEES	2004	2003
		No	No
	GROUP		
	<i>The average monthly number of persons (including directors) employed by the group during the period was:</i>		
	Office and management	21	23
	Drivers	52	56
	Maintenance	5	4
		<u>78</u>	<u>83</u>

Apart from the directors the Company had no employees

	2004	2003
	£	£
<i>Staff costs for above persons:</i>		
Wages and salaries	1,752,144	1,500,472
Social security costs	143,193	148,774
Other pension costs	-	3,242
	<u>1,895,337</u>	<u>1,652,488</u>

7.	TAXATION	2004	2003
		£	£
	Current year UK corporation tax	49,303	-
	Deferred tax charge	81,237	55,301
		<u>130,540</u>	<u>55,301</u>
	<i>Factors affecting the tax charge for the period</i>		
	Profit on ordinary activities before taxation	404,154	344,048
		<u>404,154</u>	<u>344,048</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30% (2003: 19%)	121,354	65,369
	<i>Effects of:</i>		
	Non deductible expenses	11,011	1,044
	Capital allowances in excess of depreciation	(17,365)	(35,367)
	Marginal tax relief	(4,343)	-
	Decrease in tax losses carried forward	(61,354)	(31,046)
	Current tax charge	<u>49,303</u>	<u>-</u>

Taurus Waste Recycling Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 October 2004

8.	INTANGIBLE ASSETS	2004 Group £	Company £
	Cost		
	At 1 November 2003	3,345,253	-
	Reclassification of debtors	40,197	-
		<u>3,385,450</u>	<u>-</u>
	Amortisation		
	At 1 November 2003	246,993	-
	Charge for the year	165,692	-
		<u>412,685</u>	<u>-</u>
	Net book value		
	At 31 October 2004	2,972,765	-
	At 31 October 2003	3,098,260	-

9. TANGIBLE FIXED ASSETS

GROUP

	Land and buildings £	Plant and machinery £	Fixtures fittings and equipment £	Motor vehicles £	Total £
Cost					
At 1 November 2003	626,631	1,477,441	38,471	1,555,351	3,697,894
Additions	55,686	301,130	2,045	424,142	785,003
Disposals	-	-	-	(66,850)	(66,850)
	<u>682,317</u>	<u>1,477,441</u>	<u>40,516</u>	<u>1,914,643</u>	<u>4,416,047</u>
Depreciation					
At 1 November 2003	19,956	451,558	16,813	467,458	955,785
Charge for the year	17,995	185,560	5,730	262,719	472,004
Eliminated on disposals	-	-	-	(26,376)	(26,376)
	<u>37,951</u>	<u>637,118</u>	<u>22,543</u>	<u>703,801</u>	<u>1,401,413</u>
Net book value					
At 31 October 2004	644,366	1,141,453	17,973	1,210,842	3,014,634
At 31 October 2003	606,675	1,025,883	21,658	1,087,893	2,742,109

Included in the net book value of plant and machinery and motor vehicles is £1,839,345 (2003: £1,610,988 in respect of assets held under hire purchase or similar arrangements).

Taurus Waste Recycling Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 October 2004

10. FIXED ASSET INVESTMENTS

COMPANY

The company owns 100% of the share capital of Zebra Waste Disposal Services Limited, a company incorporated in England and Wales.

	2004 £	2003 £
At 1 November 2003 and 31 October 2004	495,932	495,932

11. STOCKS

	2004 £	2003 £
Fuel stock	34,042	24,042

12. DEBTORS

	2004 Group £	Company £	2003 Group £	Company £
<i>Due within one year:</i>				
Trade debtors	1,308,652	-	1,294,153	-
Other debtors	6,514	6,514	80,484	75,870
Prepayments and accrued income	62,916	-	54,639	-
Amount due from subsidiary	-	941,331	-	1,136,597
	<u>1,378,082</u>	<u>947,845</u>	<u>1,429,276</u>	<u>1,212,467</u>
<i>Due after more than one year:</i>				
Other debtors	26,250	-	26,250	-
	<u>26,250</u>	<u>-</u>	<u>26,250</u>	<u>-</u>
Aggregate amounts	<u>1,404,332</u>	<u>947,845</u>	<u>1,455,526</u>	<u>1,212,467</u>

Taurus Waste Recycling Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 October 2004

13. CREDITORS		2004		2003
	Group £	Company £	Group £	Company £
<i>Amounts falling due within one year:</i>				
Bank loans and overdraft	1,374,688	245,914	1,094,985	249,547
Other loans	512,978	-	512,978	-
Trade creditors	836,320	-	916,949	-
Obligations under finance leases and hire purchase	663,056	-	683,193	-
Corporation tax	49,303	-	-	-
Other taxes and social security	174,227	-	170,050	-
Other creditors	1,303	-	47,454	-
Accruals	20,043	-	30,322	-
	<u>3,631,918</u>	<u>245,914</u>	<u>3,455,931</u>	<u>249,547</u>
<i>Amounts falling due in more than one year:</i>				
Bank loan	250,000	250,000	861,000	861,000
Other loans	1,447,423	-	1,239,700	-
Obligations under finance leases and hire purchase	710,795	-	731,215	-
	<u>2,408,218</u>	<u>250,000</u>	<u>2,831,915</u>	<u>861,000</u>
<i>An analysis of the maturity of loans is:</i>				
<i>Repayable by instalments:</i>				
Repayable within one year	762,978	250,000	762,978	250,000
In more than one year but not more than two years	762,978	250,000	762,978	250,000
In more than two years but not more than five years	934,445	352,459	1,337,722	611,000
	<u>2,460,401</u>	<u>852,459</u>	<u>2,863,678</u>	<u>1,111,000</u>
The bank loan and overdraft are secured by a first legal charge over the Group's land and buildings and other assets. Obligations under finance leases are secured on related assets.				
<i>Obligations under hire purchase contracts are analysed as follows:</i>				
Gross obligations				
Within one year	755,747	-	767,043	-
Between one and five years	811,498	-	843,848	-
	<u>1,567,245</u>	<u>-</u>	<u>1,610,891</u>	<u>-</u>
Finance charges repayable				
Within one year	92,961	-	83,850	-
Between one and five years	100,703	-	112,633	-
	<u>193,394</u>	<u>-</u>	<u>196,483</u>	<u>-</u>
Net obligations repayable				
Within one year	663,056	-	683,193	-
Between one and five years	710,795	-	731,215	-
	<u>1,373,851</u>	<u>-</u>	<u>1,414,408</u>	<u>-</u>

Taurus Waste Recycling Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 October 2004

14.	PROVISION FOR LIABILITIES AND CHARGES		Deferred Taxation
		2004 £	2003 £
	Balance at 1 November 2003	114,458	59,157
	Transfer from profit and loss account	81,237	55,301
	Balance at 31 October 2004	<u>195,695</u>	<u>114,458</u>
		£	£
	Excess of tax allowances over depreciation	163,797	149,670
	Change in tax estimates	31,898	-
	Tax losses available	-	(35,212)
		<u>195,695</u>	<u>114,458</u>
15.	SHARE CAPITAL	2004 £	2003 £
	Authorised: 600,000 ordinary shares of £1 each	<u>600,000</u>	<u>600,000</u>
	Allotted, issued and fully paid: 600,000 ordinary shares of £1 each	<u>600,000</u>	<u>600,000</u>
16.	RESERVES	2004 £	2003 £
	At 1 November 2003	317,733	28,986
	Retained profit for the year/period	273,614	288,747
		<u>591,347</u>	<u>317,733</u>
17.	RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS	2004 £	2003 £
	Profit for the year/period	273,614	288,747
	Opening shareholders' funds	917,733	628,986
	Closing shareholders' funds	<u>1,191,347</u>	<u>917,733</u>

Taurus Waste Recycling Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 October 2004

18. COMMITMENTS UNDER OPERATING LEASES

At 31 October 2004 the company had annual commitments under non-cancellable operating leases as follows:

	2004 £	2003 £
Land and buildings		
expiring in the first year	63,000	5,000
between one and five years	11,500	-
expiring after five years	176,500	176,500
	<hr/> 251,000	<hr/> 181,500
Other operating leases		
expiring in the first year	29,244	-
between one and five years	25,013	-
	<hr/> 54,257	<hr/> -

18. CONTROL

The ultimate controlling party comprises the shareholder members of the board of directors.

19. TRANSACTIONS WITH DIRECTORS

Mr P J Scarborough and Mr K C Cartwright have loaned the group £220,000 and £20,000 respectively. The loans are interest free. Neither loan has a fixed repayment date and they are therefore shown in the accounts under creditors falling due after one year.

20. POST BALANCE SHEET EVENTS

1. The group has acquired further freehold property adjacent to its transfer station in Fareham, Hampshire. The cost of the property, which has been fully funded by a mortgage over twenty years, amounted to £325,000.
2. On 30 November 2004 the disposed of its share in the "Brighton project". This project consisted of a skip hire business, a transfer station and various plant and machinery. The group received consideration of £320,000. Its annual commitment of £84,000 for rent has also cease. (Note 18)