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SOCC 26 LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2004



Company Registration Number 04344387

Tenon Limited
The Old Mill
Park Road
Shepton Mallet
Somerset
BA4 5BS

SOCC 26 LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31 MAY 2004

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SOCC 26 LIMITED
OFFICERS AND PROFESSIONAL ADVISERS
YEAR ENDED 31 MAY 2004

The board of directors	Mr. S J Britten Mr. A J Britten
Company secretary	Capital Ventures Limited
Registered office	Whittington Hall Whittington Road Worcester Worcestershire WR5 2ZX
Accountants	Tenon Limited The Old Mill Park Road Shepton Mallet Somerset BA4 5BS

SOC 26 LIMITED
THE DIRECTORS' REPORT
YEAR ENDED 31 MAY 2004

The directors present their report and the unaudited financial statements of the company for the year ended 31 May 2004.

Principal activities

The company has continued its principle activity during the year as that of acting as a holding company of a trading group, whose activities are in the building industry.

The directors and their interests in the shares of the company

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £0.90 each	
	At 31 May 2004	At 1 June 2003
Mr. S J Britten	250,000	250,000
Mr. A J Britten	<u>250,000</u>	<u>250,000</u>

Small company provisions

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

Signed on behalf of the directors

Approved by the directors on
22-3-05

Mr A J Britten
Director

SOCC 26 LIMITED

**ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE
UNAUDITED FINANCIAL STATEMENTS OF SOCC 26 LIMITED**

YEAR ENDED 31 MAY 2004

In accordance with the engagement letter dated 24 January 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 which comprise the Profit and Loss Account, 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 for the year ended 31 May 2004 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.


Tenon Limited
The Old Mill
Park Road
Shepton Mallet
Somerset
BA4 5BS

Date:- 22-3-05

SOCC 26 LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 MAY 2004

	Note	Year to 31 May 04 £	<i>Period from 21 Dec 01 to 31 May 03 £</i>
Turnover		—	—
Administrative expenses		(11,579)	(36,748)
Operating loss		<u>(11,579)</u>	<u>(36,748)</u>
Interest receivable		5,279	12,578
Loss on ordinary activities before taxation		<u>(6,300)</u>	<u>(24,170)</u>
Tax on loss on ordinary activities		—	—
Loss for the financial year		<u>(6,300)</u>	<u>(24,170)</u>

The notes on pages 7 to 8 form part of these financial statements.

SOCC 26 LIMITED

BALANCE SHEET

31 MAY 2004

	Note	2004 £	£	2003 £	£
Fixed assets					
Investments	2		1		1
Current assets					
Debtors	3	396,360		352,685	
Cash at bank		107,127		151,144	
		<u>503,487</u>		<u>503,829</u>	
Creditors: Amounts falling due within one year	4	<u>(33,958)</u>		<u>(28,000)</u>	
Net current assets			469,529		475,829
Total assets less current liabilities			<u>469,530</u>		<u>475,830</u>
Capital and reserves					
Called-up share capital	6		450,000		450,000
Share premium account			50,000		50,000
Profit and loss account	7		(30,470)		(24,170)
Shareholders' funds			<u>469,530</u>		<u>475,830</u>

The Balance sheet continues on the following page.
The notes on pages 7 to 8 form part of these financial statements.

SOCC 26 LIMITED
BALANCE SHEET *(continued)*
31 MAY 2004

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), 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 Act, and
- (ii) 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 or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

These financial statements were approved by the directors on the 22-3-05 and are signed on their behalf by:



Mr. S J Britten
Director

The notes on pages 7 to 8 form part of these financial statements.

SOCC 26 LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MAY 2004

1. Accounting policies

Basis of accounting

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

Consolidation

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

Fixed assets

All fixed assets are initially recorded at cost.

Investments in shares in group undertakings

Investments in group undertakings are stated at cost less provision for permanent diminution in value.

2. Investments

	Shares in Group Undertakings £
Cost	
At 1 June 2003 and 31 May 2004	1
	<u>1</u>
Net book value	
At 31 May 2004	1
At 31 May 2003	1
	<u>1</u>

The shares in group undertakings represent the entire issued ordinary share capital of one £1 ordinary share in Rowley Contracting 3 Limited, a company registered in Great Britain. As at the 31st May 2004 Rowley Contracting 3 Limited had aggregate share capital and reserves of £11,530 (2003:£5,024) and its profit after tax for the period to the 31 May 2004 was £6,506 (2003:£5,023).

3. Debtors

	2004 £	2003 £
Amounts owed by group undertakings	396,360	352,612
Other debtors	—	73
	<u>396,360</u>	<u>352,685</u>

4. Creditors: Amounts falling due within one year

	2004 £	2003 £
Accruals and deferred income	33,958	28,000
	<u>33,958</u>	<u>28,000</u>

S OCC 26 LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MAY 2004

5. Related party transactions

Controlling party

The company was controlled by its directors Mr SJ & Mr AJ Britten by virtue of them holding the entire issued share capital of the company.

Related party transactions

During the period the company maintained an intercompany account with its subsidiary, Rowley Contracting 3 Limited. At the balance sheet date, the intercompany account had a debtor balance of £396,360, which arose on the net transfer of funds from the company to Rowley Contracting 3 Limited in the period. The account is interest free and has no fixed repayment date.

A one off subscription charge of £4,375(2003:£25,000) was payable to the company secretary, Capital Ventures Limited in the period, which is outstanding at the period end.

6. Share capital

Authorised share capital:

	2004	2003
	£	£
2,000,000 Ordinary shares of £0.90 each	<u>1,800,000</u>	<u>1,800,000</u>

Allotted, called up and fully paid:

	2004		2003
	No	£	No
			£
Ordinary shares of £0.90 each	<u>500,000</u>	<u>450,000</u>	<u>500,000</u>
			<u>450,000</u>

7. Profit and loss account

	Year to	Period from
	31 May 04	21 Dec 01 to
	£	31 May 03
		£
Balance brought forward	(24,170)	-
Accumulated loss for the financial year	<u>(6,300)</u>	<u>(24,170)</u>
Balance carried forward	<u>(30,470)</u>	<u>(24,170)</u>