

COMPANY REGISTRATION NUMBER 4499051

GSE WORKS LIMITED
FINANCIAL STATEMENTS
31 DECEMBER 2006



SLAVEN JEFFCOTE LLP
Chartered Certified Accountants
1 Lumley Street
Mayfair
London
W1K 6TT

GSE WORKS LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2006

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GSE WORKS LIMITED
OFFICERS AND PROFESSIONAL ADVISERS

The director	Lumley Management Limited
Company secretary	JD Secretariat Limited
Registered office	1 Lumley Street Mayfair London W1K 6TT
Accountants	Slaven Jeffcote LLP Chartered Certified Accountants 1 Lumley Street Mayfair London W1K 6TT
Bankers	Bank of Ireland 727-9 High Street Finchley London N12 0BJ

GSE WORKS LIMITED

THE DIRECTOR'S REPORT

YEAR ENDED 31 DECEMBER 2006

The director has pleasure in presenting his report and the unaudited financial statements of the company for the year ended 31 December 2006

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the purchase and resale of ground service equipment

DIRECTOR

The director who served the company during the year was as follows

Lumley Management Limited

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

Registered office
1 Lumley Street
Mayfair
London
W1K 6TT

Signed by order of the director



JD SECRETARIAT LIMITED
Company Secretary

Approved by the director on *01/05/08*

GSE WORKS LIMITED
ACCOUNTANTS' REPORT TO THE DIRECTOR OF GSE WORKS
LIMITED
YEAR ENDED 31 DECEMBER 2006

As described on the balance sheet, the director of the company is responsible for the preparation of the financial statements for the year ended 31 December 2006, set out on pages 4 to 9

You consider that the company is exempt from an audit under the Companies Act 1985

In accordance with your instructions we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us



SLAVEN JEFFCOTE LLP
Chartered Certified Accountants

1 Lumley Street
Mayfair
London
W1K 6TT
1/5/08

GSE WORKS LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 DECEMBER 2006

	Note	2006 £	2005 £
TURNOVER		448,900	163,628
Cost of sales		<u>377,320</u>	<u>129,380</u>
GROSS PROFIT		71,580	34,248
Administrative expenses		<u>33,423</u>	<u>18,250</u>
OPERATING PROFIT	2	38,157	15,998
Interest receivable		—	4
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>38,157</u>	<u>16,002</u>
Tax on profit on ordinary activities	3	<u>7,250</u>	<u>2,797</u>
PROFIT FOR THE FINANCIAL YEAR		<u>30,907</u>	<u>13,205</u>

All of the activities of the company are classed as continuing

The company has no recognised gains or losses other than the results for the
year as set out above

The notes on pages 6 to 9 form part of these financial statements

GSE WORKS LIMITED

BALANCE SHEET

31 DECEMBER 2006

	Note	2006 £	2005 £
FIXED ASSETS			
Investments	4	<u>79,659</u>	<u>85,765</u>
CURRENT ASSETS			
Stocks		—	21,334
Debtors	5	276,816	155,411
Cash at bank and in hand		<u>50,599</u>	<u>773</u>
		<u>327,415</u>	<u>177,518</u>
CREDITORS: Amounts falling due within one year	6	<u>322,891</u>	<u>210,007</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>4,524</u>	<u>(32,489)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>84,183</u>	<u>53,276</u>
CAPITAL AND RESERVES			
Called-up equity share capital	8	4	4
Profit and loss account	9	<u>84,179</u>	<u>53,272</u>
SHAREHOLDERS' FUNDS	10	<u>84,183</u>	<u>53,276</u>

The director is 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 director acknowledges his responsibility 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

These financial statements were approved and signed by the director and authorised for issue on

1 May 2008

P. Lovat

for LUMLEY MANAGEMENT LIMITED

The notes on pages 6 to 9 form part of these financial statements.

GSE WORKS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2006

1. ACCOUNTING POLICIES

Basis of accounting

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

The accounts have been prepared on a going concern basis, which is dependant upon the continued support of the shareholders and creditors

Consolidation

In the opinion of the director, 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

Cash flow statement

The director has taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is small

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax

Fixed assets

All fixed assets are initially recorded at cost

Work in progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities

GSE WORKS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2006

2. OPERATING PROFIT

Operating profit is stated after charging

	2006 £	2005 £
Director's emoluments	—	—
Net loss on foreign currency translation	<u>2</u>	<u>478</u>

3. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2006 £	2005 £
Current tax		
UK Corporation tax based on the results for the year at 19% (2005 - 19%)	7,250	2,613
Over/under provision in prior year	—	184
Total current tax	<u>7,250</u>	<u>2,797</u>

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is the same as the standard rate of corporation tax in the UK of 19% (2005 - 19%)

	2006 £	2005 £
Profit on ordinary activities before taxation	<u>38,157</u>	<u>16,002</u>
Profit on ordinary activities by rate of tax	7,250	3,040
Utilisation of Nil Band	—	(427)
Adjustments to tax charge in respect of previous periods	—	184
Total current tax (note 3(a))	<u>7,250</u>	<u>2,797</u>

GSE WORKS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2006

4. INVESTMENTS

	Investments £
COST	
At 1 January 2006 and 31 December 2006	<u>4,063</u>
LOANS	
At 1 January 2006	81,702
Repaid in year	<u>(6,106)</u>
At 31 December 2006	<u>75,596</u>
NET BOOK VALUE	
At 31 December 2006	<u>79,659</u>
At 31 December 2005	<u>85,765</u>

The investment represents a 65% holding in Darmec Srl, a company registered in Italy

	2006 £	2005 £
Aggregate capital and reserves		
Darmec Srl	47,290	10,774
Profit and (loss) for the year		
Darmec Srl	(5,425)	2,647

Under the provision of section 248 of the Companies Act 1985 the company is exempt from preparing consolidated accounts and has not done so, therefore the accounts show information about the company as an individual entity

5. DEBTORS

	2006 £	2005 £
Trade debtors	56,400	—
VAT recoverable	—	2,173
Other debtors	<u>220,416</u>	<u>153,238</u>
	<u>276,816</u>	<u>155,411</u>

6. CREDITORS: Amounts falling due within one year

	2006 £	2005 £
Trade creditors	183,856	64,603
Corporation tax	9,863	2,613
Other taxation	32,615	—
Other creditors	<u>96,557</u>	<u>142,791</u>
	<u>322,891</u>	<u>210,007</u>

GSE WORKS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2006

7. RELATED PARTY TRANSACTIONS

In the opinion of the directors there is no one controlling party

At the year end date the company was owed £76,487 (2005 - £81,702) from Darmec srl a 65% owned subsidiary incorporated in Italy

8. SHARE CAPITAL

Authorised share capital:

	2006 £	2005 £
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>

Allotted, called up and fully paid:

	2006 No	£	2005 No	£
Ordinary shares of £1 each	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>

9. PROFIT AND LOSS ACCOUNT

	2006 £	2005 £
Balance brought forward	53,272	40,067
Profit for the financial year	<u>30,907</u>	<u>13,205</u>
Balance carried forward	<u>84,179</u>	<u>53,272</u>

10. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2006 £	2005 £
Profit for the financial year	30,907	13,205
Opening shareholders' funds	<u>53,276</u>	<u>40,071</u>
Closing shareholders' funds	<u>84,183</u>	<u>53,276</u>