
ORCHARD & SHIPMAN PROFESSIONAL LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
31 MARCH 2007**

TUESDAY



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COMPANIES HOUSE

ORCHARD & SHIPMAN PROFESSIONAL LIMITED

COMPANY INFORMATION

DIRECTORS	Christopher Shipman Mark Symonds Nickolas Medhurst Dion Scherer Selby Ludolf
SECRETARY	Helen Tindall
COMPANY NUMBER	5347438
REGISTERED OFFICE	Royal House 3rd Floor Vine Street Uxbridge UB8 1QE
AUDITORS	Grant Thornton UK LLP Bryanston Court Selden Hill Hemel Hempstead Herts HP2 4TN

ORCHARD & SHIPMAN PROFESSIONAL LIMITED

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DIRECTORS' REPORT
For the year ended 31 March 2007

The directors present their report and the financial statements for the year ended 31 March 2007

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom generally accepted accounting practice

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,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- 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

In determining how amounts are presented within items in the profit and loss account and balance sheet, the directors have had regard to the substance of the reported transaction or arrangement, in accordance with generally accepted accounting principles or practice

So far as each of the directors is aware at the time the report is approved

- there is no relevant audit information of which the company's auditors are unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information

PRINCIPAL ACTIVITIES AND REVIEW OF BUSINESS

The company's principal activity is that of chartered surveyors, professional property services, commercial property management and commercial estate agency

The directors are pleased with the long term progress of the business despite the small loss before taxation during the year. The professional, property management and commercial estate agency aspects of the business have all continued to develop. The directors are confident that there is considerable opportunity to continue to expand the business both financially and geographically

RESULTS AND DIVIDENDS

The profit for the period, after taxation, amounted to £11,730 (2006 £150,902)

The directors do not propose a dividend be paid in relation to these accounts

DIRECTORS' REPORT
For the year ended 31 March 2007

DIRECTORS

The directors who served during the year and their beneficial interests in the company's issued share capital were

	Ordinary shares of £1 each 31 March <u>2007</u>	Ordinary shares of £1 each 31 March <u>2006</u>
Christopher Shipman	-	-
Nigel Tindall (resigned 4 June 2007)	250	250
Mark Symonds	-	-
Michael Shears (resigned 31 December 2006)	-	-
Nickolas Medhurst	-	-
Selby Ludolf (appointed 4 December 2006)	-	-
Dion Scherer	-	-

AUDITORS

The auditors, Haslers, resigned during the period and Grant Thornton UK LLP were appointed in their place

This report was approved by the board on 16 August 2007 and signed on its behalf



Director

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF ORCHARD & SHIPMAN
PROFESSIONAL LIMITED**

We have audited the financial statements of Orchard & Shipman Professional Limited for the year ended 31 March 2007 set out on pages 5 to 12. These financial statements have been prepared under 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 DIRECTORS AND AUDITORS

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom generally accepted accounting practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 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 other transactions 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 International Standards on Auditing (UK and Ireland) 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 judgments 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.

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF ORCHARD & SHIPMAN
PROFESSIONAL LIMITED

OPINION

In our opinion the financial statements

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 March 2007 and of its profit for the year then ended, and
- have been properly prepared in accordance with the Companies Act 1985

Grant Thornton UK LLP

Grant Thornton UK LLP
Hemel Hempstead

20 September 2007

ORCHARD & SHIPMAN PROFESSIONAL LIMITED

PROFIT AND LOSS ACCOUNT
For the year ended 31 March 2007

	Note	Year ended 31 March 2007 £	Period ended 31 March 2006 £
TURNOVER	1, 2	1,037,384	1,171,507
Administrative expenses		(1,050,282)	(957,322)
OPERATING PROFIT	3	(12,898)	214,185
Interest receivable		4,213	1,117
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(8,685)	215,302
TAX ON (LOSS)/PROFIT ON ORDINARY ACTIVITIES	6	20,415	(64,400)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		11,730	150,902

All amounts relate to continuing operations

There were no recognised gains and losses for 2007 or 2006 other than those included in the profit and loss account

The notes on pages 7 to 12 form part of these financial statements

ORCHARD & SHIPMAN PROFESSIONAL LIMITED

**BALANCE SHEET
As at 31 March 2007**

	Note	31 March 2007 £	31 March 2006 £
FIXED ASSETS			
Intangible fixed assets	7	810,000	855,000
Tangible fixed assets	8	<u>8,479</u>	<u>9,535</u>
		818,479	864,535
CURRENT ASSETS			
Stocks	9	27,510	20,613
Debtors	10	247,321	426,428
Cash at Bank		<u>91,348</u>	<u>98,524</u>
		366,179	545,565
CREDITORS amounts falling due within one year	11	<u>(235,203)</u>	<u>(359,198)</u>
NET CURRENT ASSETS		<u>130,976</u>	<u>186,367</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>949,455</u>	<u>1,050,902</u>
CAPITAL AND RESERVES			
Called up share capital	12	1,000	1,000
Share premium account	13	899,000	899,000
Profit and loss account		<u>49,455</u>	<u>150,902</u>
SHAREHOLDERS' FUNDS - All Equity	14	<u>949,455</u>	<u>1,050,902</u>

The financial statements were approved by the board on 16 August 2007 and signed on its behalf

Director

The notes on pages 7 to 12 form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2007

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

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

Under Financial Reporting Standard 1 the company is exempt from the requirement to prepare a cash flow statement on the grounds that a parent undertaking includes the company in its own published consolidated financial statements

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax

1.3 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to profit and loss account over its estimated economic life of 20 years

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 of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Motor Vehicles	-	25%reducing balance
Office Equipment	-	25%straight line
Computer Equipment	-	25%straight line

1.5 Stocks and work in progress

Stocks and work in progress are valued at the lower of cost and net realisable value. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads and includes share of profit

1.6 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the period

2. TURNOVER

All turnover arose within the United Kingdom

ORCHARD & SHIPMAN PROFESSIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2007

3. OPERATING PROFIT

The operating profit is stated after charging

	Year ended 31 March 2007 £	Period ended 31 March 2006 £
Amortisation - intangible fixed assets	45,000	45,000
Depreciation of tangible fixed assets - owned by the company	2,826	4,739
		-

4. STAFF COSTS

Staff costs, including directors' remuneration, were as follows

	Year ended 31 March 2007 £	Period ended 31 March 2006 £
Wages and salaries	518,751	447,988
Social security costs	56,379	48,650
Other pension costs	18,332	3,208
	593,462	499,846

The average monthly number of employees, including directors, during the period was as follows

	Year ended 31 March 2007 No	Period ended 31 March 2006 No
Directors	4	4
Surveyors	6	3
Administration	5	5
	15	12

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2007

5. DIRECTORS' REMUNERATION

	Year ended 31 March 2007	Period ended 31 March 2006
	£	£
Emoluments	<u>256,673</u>	<u>242,933</u>
Company pension contributions to money purchase pensions schemes	<u>13,827</u>	<u>3,208</u>

During the period retirement benefits were accruing to 1 director in respect of money purchase pension schemes

The highest paid director received remuneration of £73,924

6. TAXATION

	Year ended 31 March 2007	Period ended 31 March 2006
	£	£
UK corporation tax @ 30%	-	64,400
Group relief receivable	(4,758)	--
Adjustments in respect of prior periods	<u>(15,657)</u>	<u>-</u>
Total current tax (credit)/charge	<u>(20,415)</u>	<u>64,400</u>

Factors affecting tax charge for period

	Year ended 31 March 2007	Period ended 31 March 2006
	£	£
(Loss)/Profit on ordinary activities before tax	<u>(8,685)</u>	<u>215,302</u>
(Loss)/Profit on ordinary activities multiplied by the relevant standard of rate of corporation tax in the UK of 30%	(2,606)	64,591
Effects of:		
Expenses not deductible for tax purposes	1,024	-
Adjustments to tax in respect of prior periods	(15,657)	-
Other adjustments	(3,279)	-
Capital allowances for year in excess of depreciation	103	(191)
Current tax (credit)/charge for year	<u>(20,415)</u>	<u>64,400</u>

There were no factors that may affect future tax charges

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2007

7 INTANGIBLE FIXED ASSETS

	Goodwill
	£
Cost	900,000
Amortisation	
At 1 April 2006	45,000
Amortisation	<u>45,000</u>
At 31 March 2007	<u>90,000</u>
Net book value	
At 31 March 2007	<u><u>810,000</u></u>
At 31 March 2006	<u>855,000</u>

8 TANGIBLE FIXED ASSETS

	Motor vehicles	Furniture, fittings and equipment	Total
	£	£	£
Cost			
At 1 April 2006	4,342	8,461	12,803
Additions	-	4,959	4,959
Disposals	(4,342)	-	(4,342)
At 31 March 2007	<u>-</u>	<u>13,420</u>	<u>13,420</u>
Depreciation			
At 1 April 2006	1,153	2,115	3,268
Charge for the period	-	2,826	2,826
On disposals	(1,153)	-	(1,153)
At 31 March 2007	<u>-</u>	<u>4,941</u>	<u>4,941</u>
Net book value			
At 31 March 2007	<u>-</u>	<u>8,479</u>	<u>8,479</u>
At 31 March 2006	<u>3,189</u>	<u>6,346</u>	<u>9,535</u>

ORCHARD & SHIPMAN PROFESSIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2007

9. STOCKS

	31 March 2007	31 March 2006
	£	£
Work in progress	27,510	20,613

The difference between purchase price or production cost of work in progress and its replacement cost is not material

10. DEBTORS

	31 March 2007	31 March 2006
	£	£
Trade debtors	228,473	419,237
Other debtors	2,300	4,143
Repayments and accrued income	1,728	3,048
Corporation tax recoverable	14,820	-
	247,321	426,428

11. CREDITORS:
Amounts falling due within one year

	31 March 2007	31 March 2006
	£	£
Trade creditors	121,094	123,425
Amounts owed to group undertakings	20,242	40,930
Corporation tax	-	64,400
Social security and other taxes	68,055	91,015
Other creditors	2,812	428
Accruals and deferred income	23,000	39,000
	235,203	359,198

12. SHARE CAPITAL

	31 March 2007	31 March 2006
	£	£
Authorised, allotted, called up and fully paid		
1,000 Ordinary shares of £1 each	1,000	1,000

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2007

13. RESERVES

Share premium account

£

At 31 March 2006 and 31 March 2007

899,000

14. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

£

At 31 March 2006

1,050,902

Profit for the year
Dividends

11,730
(113,177)

At 31 March 2007

949,455

15. DIVIDENDS

The directors do not propose a dividend be paid out in relation to these accounts

16. PENSION COMMITMENTS

The company operates a defined contributions 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 and amounted to £3,208.

17. TRANSACTIONS WITH DIRECTORS

Mike Shears provided consultancy services in the year that amounted to £3,550.

18. RELATED PARTY TRANSACTIONS

During the year, the company invoiced Orchard & Shipman plc £10,404 in respect of property transactions. The company owed Orchard and Shipman plc £20,242 at 31 March 2007.

19. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The ultimate controlling party is Orchard and Shipman PLC. The consolidated financial statements, which include the results and balance sheet of Orchard and Shipman Professional Limited, can be obtained from its registered office.