

BARRATT & COOKE LIMITED

ANNUAL REPORT AND
FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MARCH 2008

SATURDAY



"ANQP10RL"

A34

21/06/2008

224

COMPANIES HOUSE

Registered no 5378036
FSA firm no 428789

BARRATT & COOKE LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 March 2008

Directors	C W L Barratt M K Warren J R Barclay (Non-executive) J D Hambro (Non-executive)
-----------	--

Secretary	M K Warren
-----------	------------

Place of business	5 Opie Street Norwich NR1 3DW
-------------------	-------------------------------------

Auditor	Grant Thornton UK LLP Registered Auditor Chartered Accountants Holland Court The Close Norwich NR1 4DY
---------	--

Solicitors	Mills and Reeve LLP 1 St James Court Whitefriars Norwich NR3 1RU
------------	--

BARRATT & COOKE LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 March 2008

INDEX	PAGE
Chairman's statement	1 - 2
Report of the directors	3 - 4
Report of the independent auditor	5
Principal accounting policies	6 - 7
Profit and loss account	8
Statement of total recognised gains and losses	8
Balance sheet	9
Cash flow statement	10
Notes to the Annual report and financial statements	11 - 18

BARRATT & COOKE LIMITED

CHAIRMAN'S STATEMENT

I am delighted to report another successful year to 31 March 2008 with

Turnover up	6.2%
Commission up	4.4%
Nominee fees up	7.1%
PEP/ISA fees up	12.1%
Trading profit up	4.5%

(Trading profit comprises profit before tax excluding fixed asset investment transactions and rental income)

Funds under management as at 5/4/2008 were	£1,030,916,978	Down 8.5%
of which Discretionary Funds under management were	£357,336,539	Up 10.8%
The FTSE 100 Index closed at	5947	Down 7.0%
The APCIMS Balanced Index closed at	2869	Down 4.6%
The Barratt & Cooke Discretionary Model Portfolio fell by		Down 3.1%

This is against a background of rising expenditure with the major elements being

Salaries up	10.9%
Computer costs up	48.3%
Settlement costs up	14.5%

I should like to thank the whole "staff team" for all their loyal hard work this year

I would particularly like to mention

John Stubbs

who joined us when we originally opened the London Dealing office in 1974. He moved to Norwich during Big Bang in 1986 and took retirement after 33 years of very loyal service to Barratt & Cooke.

"Thank you John", we have been through a lot together and have seen Barratt & Cooke grow from a staff of 7 to 43 and profits grow from £40,000 to today's level.

It is exciting for me that William Barratt (the 4th generation) joined Barratt & Cooke in July 2007. William, and the new Management Team of

John Overall, Miles Piercy and William Mellor

are now assisting Charles Barratt and Martin Warren to take Barratt & Cooke forward and we look forward to seeing the fruits of their new initiatives, investing in staff, research, publicity etc.

It has been a major year for compliance, and I must thank Martin Warren (Compliance Director) and Martin Sayles (Compliance Manager) for implementing MiFID smoothly, as we now move forward with the ever changing compliance regulations.

All other staff and systems are working extremely well and efficiently and the PEP/ISA division is looking forward to amalgamating PEPs and ISAs into ISA, immediately after 6 April 2008.

In August 2007 we purchased the freehold of

57 London Street, Norwich

and have negotiated to purchase immediately after this year end

56/58 London Street, Norwich (we hope to knock into the adjoining 5 Opie Street during 2008)

These 2 properties have been and will be purchased out of "built up cash reserves"

It is now our intention to try to build up "Short Dated Gilt Reserves" up to 5 times the minimum liquidity margin.

BARRATT & COOKE LIMITED

CHAIRMAN'S STATEMENT

Barratt & Cooke's profit growth is very dependant upon

- a) The performance of UK Stock Markets, which look very gloomy despite the strength of mining shares
- b) The strength of the housing market, where the surplus cash from "down sizing of properties" often finish up in Stock Markets
- c) The strength of the local economy, for surplus income and pensions and despite the "doom and gloom" in the economy of
the Credit Crisis, higher inflation and oil prices and the UK economy slowing down generally

Barratt & Cooke looks forward to the future with cautious optimism knowing that

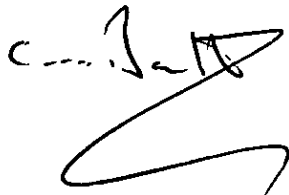
- 1) We have excellent, loyal, experienced, efficient staff
- 2) A very loyal client base
- 3) Well balanced and well performing investment portfolios
- 4) A very strong balance sheet
- 5) We can retain our independence, without the need to resort to outside expertise, or financial support
- 6) We are constantly building funds under discretion, with an aim to be 50% discretionary by 2010

In conclusion

2007/08 has been a successful year It has been a year of natural progressive change

I never thought 2007/08 could beat 2006/07, and if 2008/09 can match 2007/08, I shall be very happy

C W L Barratt
Chairman
16 June 2008



BARRATT & COOKE LIMITED

REPORT OF THE DIRECTORS

The directors present their report and the audited financial statements of the company for the year ended 31 March 2008

Principal activity

The principal activity of the company during the year was that of an independent firm of stockbrokers

Business review and key performance indicators

A review of the business, including the key performance indicators, can be found in the Chairman's statement

Dividends

Interim dividends totalling £333,038 (2007 £1,350,049) were paid during the year, further details are given in note 8 to the financial statements

Directors

The directors who held office during the year were as follows

C W L Barratt
M K Warren
J R Barclay
J D Hambro

Directors liability insurance

During the year the company maintained liability insurance for its directors, as permitted by Section 309(C) of the Companies Act 1985

Fixed assets

In the opinion of the directors, the market value of the freehold land and buildings at 31 March 2008 would exceed the book value included in the financial statements but they are unable to quantify this excess in the absence of a full professional valuation, the costs of which are not considered justifiable in view of the company's intention to retain ownership of the freehold land and buildings for use in its existing business for the foreseeable future

Donations

The company donated £39,420 (2007 £61,080) to local charities during the year and hopes to make further donations in 2008/09

Principal risks and uncertainties

The company aims to minimise financial risk by a number of measures. The directors prepare profit forecasts and monitor performance very closely

Financial risk management objectives and policies

The company uses various financial instruments including deposit accounts, cash and items such as trade debtors and trade creditors that arise directly from its operations. The main purpose of these financial instruments is to ensure sufficient finance for the company's operations

The existence of these financial instruments exposes the company to a number of financial risks, which are described in more detail below. The main risks arising from the company's financial instruments are credit risk and liquidity risk. The directors review and agree policies for managing each of these risks and they are summarised below. These policies have remained unchanged from the previous year

Credit risk

The company's principal credit risk relates to the recovery of amounts owed by clients and counterparties. In order to manage credit risk the directors set limits for customers which are reviewed on a regular basis. Debts are regularly chased

BARRATT & COOKE LIMITED

REPORT OF THE DIRECTORS

Liquidity risk

As a result of positive cash flows and net current asset position, the directors do not consider liquidity or cashflow risk to be an issue although these areas are closely monitored to ensure the company's procedures continue to operate effectively in order to minimise risk

Statement of directors' responsibilities

The directors are responsible for preparing the report of the directors and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). The financial statements are required by law to 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- state whether applicable UK 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 that disclose with reasonable accuracy at any time the financial position of the company and 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 so far as the directors are aware

- there is no relevant audit information of which the company's auditor is 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 auditor is aware of that information

Elective resolution

At an extraordinary general meeting on 18 April 2005 an elective resolution was passed in accordance with Sections 366A, 252 and 386 of the Companies Act 1985 by which the company dispensed with the holding of annual general meetings, laying financial statements before the members and the annual appointment of an auditor

BY ORDER OF THE BOARD



M K Warren
Secretary
16 June 2008



REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBER OF BARRATT & COOKE LIMITED

We have audited the financial statements of Barratt & Cooke Limited for the year ended 31 March 2008 which comprise the principal accounting policies, the profit and loss account, the statement of total recognised gains and losses, the balance sheet, the cash flow statement and notes 1 to 25. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's member 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 member those matters we are required to state to him 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 member, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

The directors' responsibilities for preparing the annual report and financial statements in accordance with United Kingdom law and Accounting Standards (United Kingdom Generally Accepted Accounting Practice) 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 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, whether they are properly prepared in accordance with the Companies Act 1985 and whether the information given in the report of the directors is consistent with the financial statements.

We also report to you if, in our opinion, 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 other information contained in the annual report, and consider whether it is consistent with the audited financial statements. This other information comprises only the chairman's statement and the report of the directors. 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 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 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, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 March 2008 and of its profit for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the report of the directors is consistent with the financial statements.

GRANT THORNTON UK LLP
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS

NORWICH

18 June 2008

BARRATT & COOKE LIMITED

PRINCIPAL ACCOUNTING POLICIES

BASIS OF PREPARATION

The financial statements have been prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and under the historical cost convention, except they have been modified to include the revaluation of quoted investments

The principal accounting policies of the company are set out below

CONSOLIDATION

The company is exempt from the requirement to prepare consolidated financial statements by virtue of section 229(2) of the Companies Act 1985 as the results of its subsidiary undertakings are not material for the purposes of providing a true and fair view - the only adjustment would be to eliminate the cost of shares in group undertakings of £300 and increase cash at bank by the same amount. Accordingly, these financial statements present information about the company as an individual entity and not its group

FINANCIAL INSTRUMENTS

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity

TURNOVER

Credit is taken for brokerage, commissions and settlement fees on the basis of completed deals and of bought and sold contract notes issued up to the last business day, prior to the year end

PEP and ISA management fee income is based on portfolio valuations at two specified dates during the year. Nominee fees are based on a charge per investment held in a nominee name on a specified date. Income from management fees and nominee fees is taken to the profit and loss account in accordance with Urgent Issues Task Force Abstract 40, "Revenue Recognition and Service Contracts"

DEPRECIATION

Depreciation of tangible fixed assets is calculated in order to write down the cost of each asset to its residual value over its estimated useful economic life

The principal annual rates used are

Freehold buildings	2% straight line
Short leasehold property	over the length of the lease
Furniture and equipment	25% straight line

Freehold land is not depreciated

FIXED ASSET INVESTMENTS

Quoted investments are stated at market value. Unquoted investments are stated at cost

TAXATION

The charge for taxation is based on the result for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. In accordance with Financial Reporting Standard 19, provision is made for deferred tax in respect of all timing differences that have originated but not reversed by the balance sheet date, except that deferred tax assets are only recognised to the extent that they are regarded as recoverable. Deferred tax is not discounted

BARRATT & COOKE LIMITED

PRINCIPAL ACCOUNTING POLICIES

PENSION SCHEME

Employer's contributions to the group personal pension scheme are charged to the profit and loss account in the year in which they accrue

OPERATING LEASES

Operating lease payments are charged to the profit and loss account in the year in which they accrue

CONVERSION OF FOREIGN CURRENCIES

Assets and liabilities expressed in currencies other than sterling have been converted at rates of exchange ruling at the end of the year. Profits or losses on exchange arising from trading transactions have been dealt with in the profit and loss account

RENTAL INCOME

Rental income is recognised in the profit and loss account in the period in which the income is receivable

BARRATT & COOKE LIMITED**PROFIT AND LOSS ACCOUNT**

For the year ended 31 March 2008

	Note	2008 £	2007 £
Turnover	1	6,868,534	6,467,366
Cost of sales		(62,703)	(65,057)
Gross profit		6,805,831	6,402,309
Administrative expenses		(4,802,218)	(4,311,474)
Other operating income		51,943	540
Operating profit	1	2,055,556	2,091,375
Income from fixed asset investments	4	355,101	1,367,365
Loss on disposal of fixed asset investments		(182,884)	-
Profit on ordinary activity before interest		2,227,773	3,458,740
Interest receivable and similar income	5	637,519	454,379
Interest payable and similar charges	6	(5,353)	(22,450)
Profit on ordinary activity before taxation		2,859,939	3,890,669
Tax on profit on ordinary activity	7	(826,838)	(756,846)
Profit for the financial year		2,033,101	3,133,823

The above results relate to the continuing activity

There is no difference between the historical cost

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

For the year ended 31 March 2008

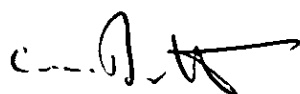
	Note	2008 £	2007 £
Profit for the financial year		2,033,101	3,133,823
Unrealised loss on revaluation of quoted investments	10	(223,447)	(2,493)
Total recognised gains and losses relating to the year		1,809,654	3,131,330

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

BARRATT & COOKE LIMITED**BALANCE SHEET AT 31 MARCH 2008**

	Note	2008	2007
		£	£
Fixed assets			
Tangible assets	9	1,511,070	124,804
Investments	10	6,671,320	6,763,593
		<u>8,182,390</u>	<u>6,888,397</u>
Current assets			
Debtors	11	2,074,514	2,473,384
Cash at bank and in hand	12	9,322,839	9,431,617
		<u>11,397,353</u>	<u>11,905,001</u>
Creditors: amounts falling due within one year	13	(8,030,840)	(8,721,111)
Net current assets		<u>3,366,513</u>	<u>3,183,890</u>
Net assets		<u>11,548,903</u>	<u>10,072,287</u>
Share capital and reserves			
Called up equity share capital	15	100,000	100,000
Merger reserve	16	2,697,071	2,697,071
Revaluation reserve	16	3,523,312	3,746,759
Profit and loss account	16	5,228,520	3,528,457
Equity shareholder's funds	17	<u>11,548,903</u>	<u>10,072,287</u>

The financial statements were approved by the directors and authorised for issue on 16 June 2008



C W L Barratt **Director**



M K Warren **Director**

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

BARRATT & COOKE LIMITED**CASH FLOW STATEMENT**

For the year ended 31 March 2008

	Note	2008 £	2007 £
Net cash inflow from operating activity	22	1,766,185	4,383,917
Returns on investments and servicing of finance	23	977,083	1,783,898
Capital expenditure and financial investment	23	(1,772,133)	(32,961)
Taxation		(746,875)	(1,204,026)
Equity dividends paid	8	(333,038)	(1,350,049)
Cash (outflow)/inflow before use of liquid resources and financing		(108,778)	3,580,779
Management of liquid resources	23	(900,000)	-
Financing	23	-	(481,525)
(Decrease)/increase in cash in the year	24	(1,008,778)	3,099,254

Reconciliation of net cash flow to movement in net funds

For the year ended 31 March 2008

	Note	2008 £	2007 £
(Decrease)/increase in cash in the year		(1,008,778)	3,099,254
Cash outflow from increase in liquid resources		900,000	-
Change in net funds resulting from cash flows		(108,778)	3,099,254
Net funds at 1 April 2007		9,431,617	6,332,363
Net funds at 31 March 2008	24	9,322,839	9,431,617

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

BARRATT & COOKE LIMITED

NOTES TO THE ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 March 2008

1 OPERATING PROFIT

Operating profit is stated after charging/(crediting)

	2008 £	2007 £
Depreciation	71,817	47,412
Profit on disposal of tangible fixed assets	(8)	-
Auditor's remuneration - audit	20,500	19,700
- taxation services	5,920	5,100
- other services	4,258	4,403
Hire of assets - land and buildings	80,564	87,046
Rental income receivable	(51,343)	-

All turnover arose within the United Kingdom

2 STAFF COSTS

The average monthly number of employees during the year was

	Number of employees	
	2008	2007
Directors	4	4
Administration	39	37
	43	41

The costs incurred during the year were

	2008 £	2007 £
Wages and salaries	3,102,891	2,853,989
Social security costs	367,631	321,052
Other pension costs (note 18)	201,303	136,530
	3,671,825	3,311,571

3 EMOLUMENTS OF DIRECTORS

	2008 £	2007 £
Directors' emoluments (including benefits in kind)	1,054,516	1,030,252
Amounts paid to third party in respect of director's services	4,167	25,000

The aggregate emoluments of the highest paid director were £506,848 (2007 £505,905)

There are no directors to whom retirement benefits are accruing under the company's GPPP scheme

BARRATT & COOKE LIMITED**NOTES TO THE ANNUAL REPORT AND FINANCIAL STATEMENTS**

For the year ended 31 March 2008

4 INCOME FROM FIXED ASSET INVESTMENTS

	2008	2007
	£	£
Dividends receivable		
UK investments	335,860	1,350,049
Overseas investments	19,241	17,316
	355,101	1,367,365

5 INTEREST RECEIVABLE AND SIMILAR INCOME

	2008	2007
	£	£
Bank interest receivable	632,738	452,177
Foreign exchange gain	4,781	2,202
	637,519	454,379

6 INTEREST PAYABLE AND SIMILAR CHARGES

	2008	2007
	£	£
Bank interest paid	100	148
Bank charges	5,253	4,821
Interest paid on loan from C W L Barratt	-	17,481
	5,353	22,450

7 TAX ON PROFIT ON ORDINARY ACTIVITY**(a) Analysis of charge for the year**

	2008	2007
	£	£
Corporation tax		
UK corporation tax on profits for the year	827,031	757,376
Adjustment in respect of previous year	(193)	(530)
	826,838	756,846

BARRATT & COOKE LIMITED

NOTES TO THE ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 March 2008

TAX ON PROFIT ON ORDINARY ACTIVITY (CONTINUED)

(b) Factors affecting the tax charge for the year

The tax assessed for the year is lower than the standard rate of corporation tax in the UK (30%) The differences are explained below

	2008 £	2007 £
Profit on ordinary activity before tax	2,859,939	3,890,669
Profit on ordinary activity multiplied by the standard rate of corporation tax in the UK of 30% - expected charge	857,982	1,167,201
Effects of		
Expenses not deductible for tax purposes	83	-
Capital allowances lower/(higher) than depreciation	2,760	(1,471)
Depreciation on assets not qualifying for capital allowances	6,505	1,866
Franked investment income	(99,933)	(405,015)
Adjustment in respect of overseas dividends	(5,789)	(5,205)
Capital gains tax adjustment	64,376	-
Treasury stock adjustment	1,047	-
Adjustment in respect of previous year	(193)	(530)
Current taxation charge for the year (note 7(a))	826,838	756,846

(c) Tax payable on revalued quoted investments

No provision has been made for deferred tax on the revaluation of the quoted investments The directors estimate that tax of £959,000 (2007 £1,065,000) would be payable if the investments were sold at their revalued amount

8 DIVIDENDS

	2008 £	2007 £
Paid during the year		
First interim dividend paid 14 January 2008 (2007 30 May 2006)	333,038	1,267,302
Second interim dividend paid 29 March 2007	-	82,747
	333,038	1,350,049

BARRATT & COOKE LIMITED

NOTES TO THE ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 March 2008

9 TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Short leasehold property £	Furniture and equipment £	Total £
Cost				
At 1 April 2007	18,667	29,125	519,868	567,660
Additions	1,431,006	-	27,264	1,458,270
Disposals	-	-	(69,119)	(69,119)
At 31 March 2008	1,449,673	29,125	478,013	1,956,811
Depreciation				
At 1 April 2007	2,236	29,125	411,495	442,856
Charge for the year	15,744	-	56,073	71,817
Disposals	-	-	(68,932)	(68,932)
At 31 March 2008	17,980	29,125	398,636	445,741
Net book value at 31 March 2008	1,431,693	-	79,377	1,511,070
Net book value at 31 March 2007	16,431	-	108,373	124,804

Freehold land and buildings includes land at cost of £404,712 (2007 £4,712) which is not depreciated

10 FIXED ASSET INVESTMENTS

	Quoted investments £	Unquoted investments £	Shares in subsidiary undertakings £	Total £
At 1 April 2007	6,688,862	74,431	300	6,763,593
Additions	1,898,931	-	-	1,898,931
Disposals	(1,767,757)	-	-	(1,767,757)
Unrealised loss on revaluation of quoted investments	(223,447)	-	-	(223,447)
At 31 March 2008	6,596,589	74,431	300	6,671,320

The quoted investments comprise the following

	2008 £	2007 £
534,254 London Stock Exchange Group plc ordinary 6 79/86p shares	6,453,787	6,688,862
£48,310 Index-linked 2 5% treasury stock 2011	142,802	-
	6,596,589	6,688,862

BARRATT & COOKE LIMITED

NOTES TO THE ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 March 2008

FIXED ASSET INVESTMENTS (CONTINUED)

The shares in subsidiary undertakings represent the entire issued share capital of three dormant companies, Barratt & Cooke Nominees Limited, Barratt & Cooke GSI Nominees Limited and Barratt & Cooke Trustees Limited, all of which are registered in England and Wales. All of the companies have 100 issued ordinary shares of £1 each and net assets of £100. The companies' accounting year ends are 31 March 2008. These companies exist solely to act as nominees in whose name investments are held by clients of Barratt & Cooke Limited. They do not trade in their own right.

The historic cost of the revalued quoted investments is £3,073,277 (2007: £2,942,103).

11 DEBTORS

	2008 £	2007 £
Trade debtors	1,655,325	2,069,639
Amounts recoverable on contracts	260,305	248,627
Other debtors	46,177	26,720
Prepayments and accrued income	112,707	128,398
	<u>2,074,514</u>	<u>2,473,384</u>

12 CASH AT BANK AND IN HAND

	2008 £	2007 £
Client settlement money	2,167,642	3,281,532
Client free money	2,375,624	1,646,127
	<u>4,543,266</u>	<u>4,927,659</u>
Firm money	4,779,573	4,503,958
	<u>9,322,839</u>	<u>9,431,617</u>

13 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2008 £	2007 £
Trade creditors	3,382,626	4,988,497
Client free monies	2,390,607	1,673,113
Corporation tax	398,122	318,159
Other tax and social security	259,692	227,981
Accruals and sundry creditors	1,599,793	1,513,361
	<u>8,030,840</u>	<u>8,721,111</u>

BARRATT & COOKE LIMITED**NOTES TO THE ANNUAL REPORT AND FINANCIAL STATEMENTS**

For the year ended 31 March 2008

14 DEFERRED TAX ASSET

	2008 £	2007 £
Not provided - depreciation in excess of capital allowances		
At 31 March 2008	9,236	7,792

The deferred tax asset for depreciation in excess of capital allowances has not been provided as it is unlikely to reverse in its entirety in the next accounting period

15 CALLED UP SHARE CAPITAL

	2008 £	2007 £
Authorised		
100,000 ordinary shares of £1 each	100,000	100,000
Allotted, called up and fully paid		
100,000 ordinary shares of £1 each	100,000	100,000

16 RESERVES

	Merger reserve £	Revaluation reserve £	Profit and loss account £	Total £
Balance at 1 April 2007	2,697,071	3,746,759	3,528,457	9,972,287
Profit for the financial year	-	-	2,033,101	2,033,101
Equity dividends paid (note 8)	-	-	(333,038)	(333,038)
Unrealised loss on revaluation of quoted investments (note 10)	-	(223,447)	-	(223,447)
Balance at 31 March 2008	2,697,071	3,523,312	5,228,520	11,448,903

17 RECONCILIATION OF MOVEMENT IN EQUITY SHAREHOLDER'S FUNDS

	2008 £	2007 £
Profit for the financial year	2,033,101	3,133,823
Equity dividends paid (note 8)	(333,038)	(1,350,049)
Unrealised loss on revaluation of quoted investments	(223,447)	(2,493)
Net increase in equity shareholder's funds	1,476,616	1,781,281
Equity shareholder's funds at 1 April 2007	10,072,287	8,291,006
Equity shareholders' funds at 31 March 2008	11,548,903	10,072,287

BARRATT & COOKE LIMITED

NOTES TO THE ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 March 2008

18 PENSION COMMITMENTS

Employer's contributions to the group personal pension scheme during year were £201,303 (2007 £136,530) At 31 March 2008 there were outstanding contributions of £10,121 (2007 £Nil) There were no prepaid contributions (2007 £Nil)

19 OPERATING LEASE COMMITMENTS

At 31 March 2008 the company was committed under operating leases to paying annual leasehold land and buildings rentals as follows

	2008 £	2007 £
Commitments expiring After more than five years	-	69,000

20 CAPITAL COMMITMENTS

At 31 March 2008 the company had capital commitments of £1,430,742 (2007 £Nil)

21 RELATED PARTIES AND CONTROL

The controlling party is C W L Barratt by virtue of his interest in the share capital of the company

During the year the company earned commission of £13,437 (2007 £9,816) from JO Hambro Capital Management Limited, an entity linked to J D Hambro, director

22 RECONCILIATION OF OPERATING PROFIT TO OPERATING CASH FLOW

	2008 £	2007 £
Operating profit	2,055,556	2,091,375
Depreciation	71,817	47,412
Profit on disposal of tangible fixed assets	(8)	-
Decrease in debtors	398,870	1,100,512
(Decrease)/increase in creditors	(770,234)	1,129,222
Accrued interest receivable	10,184	15,396
Net cash inflow from operating activity	1,766,185	4,383,917

23 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2008		2007	
	£	£	£	£
Returns on investment and servicing of finance				
Interest received and similar income	627,335		438,983	
Dividends received	355,101		1,367,365	
Interest and bank charges paid	(5,353)		(4,969)	
Other interest paid	-		(17,481)	
Net cash inflow for returns on investments and servicing of finance		977,083		1,783,898

BARRATT & COOKE LIMITED

NOTES TO THE ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 March 2008

ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT (CONTINUED)

	2008		2007	
	£	£	£	£
Capital expenditure and financial investment				
Payments to acquire tangible fixed assets	(1,458,270)		(32,961)	
Proceeds of disposal of tangible fixed assets	195		-	
Payments to acquire fixed asset investments	(1,898,931)		-	
Proceeds of disposal of fixed assets investments	1,584,873		-	
Net cash outflow for capital expenditure and financial investment		(1,772,133)		(32,961)
Management of liquid resources				
Cash deposited into Treasury Deposit	(900,000)		-	
Net cash outflow from management of liquid resources		(900,000)		-
Financing				
Repayment of loan from C W L Barratt	-		481,525	
Net cash outflow from financing		-		(481,525)

24 ANALYSIS OF CHANGES IN NET FUNDS

	At 1 April 2007 £	Cash flows £	At 31 March 2008 £
Cash at bank and in hand	9,431,617	(1,008,778)	8,422,839
Liquid resources	-	900,000	900,000
Net funds	9,431,617	(108,778)	9,322,839

25 FIRM STATUS

The firm is fully independent.