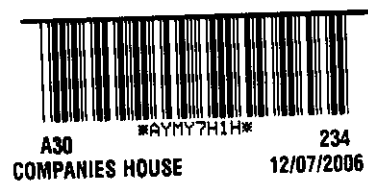


ERIC DINES CONTRACT FLOORING LIMITED

Company Number: 2219563

ANNUAL REPORT

YEAR ENDED 31 OCTOBER 2005



ERIC DINES CONTRACT FLOORING LIMITED

COMPANY INFORMATION

Directors	N C Dines Mrs S M Dines J R Dines
Secretary	Mrs S M Dines
Company Number	2219563
Registered Office	Bridge House 4 Derby Road Ipswich Suffolk IP3 8DD
Accountants	PKF (UK) LLP 16 The Havens Ransomes Europark Ipswich Suffolk IP3 9SJ

ERIC DINES CONTRACT FLOORING LIMITED

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ERIC DINES CONTRACT FLOORING LIMITED

DIRECTORS' REPORT YEAR ENDED 31 OCTOBER 2005

The directors submit their report and the financial statements for the year ended 31 October 2005.

Principal activity

The principal activity of the company was that of contract flooring.

Directors

The directors who served during the year and their interests in the company's issued share capital at the balance sheet date and at the start of the year (or date of appointment, if later) were:

	Ordinary Shares of £1 each	
	2005	2004
N C Dines	51	51
Mrs S M Dines	33	33
J R Dines	15	15

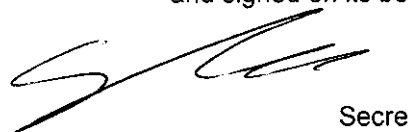
During the year, no right to subscribe to shares or debentures in the company was granted or exercised by any of the company's director's.

Basis of preparation

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

This report was approved by the board on

and signed on its behalf


Secretary
S.M.DINES

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
ERIC DINES CONTRACT FLOORING LIMITED**

In accordance with the engagement letter dated 7 December 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 for the year ended 31 October 2005 which comprise the Profit and Loss Account, the 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 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.

PKF (UK) LLP

PKF (UK) LLP

Ipswich, UK
10 July 2006

ERIC DINES CONTRACT FLOORING LIMITED**PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 OCTOBER 2005**

	Notes	2005 £	2004 £
TURNOVER	2	1,277,663	1,473,896
Cost of sales		<u>(789,896)</u>	<u>(871,948)</u>
GROSS PROFIT		487,767	601,948
Administrative expenses		<u>(348,701)</u>	<u>(317,979)</u>
OPERATING PROFIT	3	139,066	283,969
Interest receivable and similar income		<u>3,905</u>	<u>3,142</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		142,971	287,111
TAXATION	5	(28,171)	(56,905)
PROFIT FOR THE FINANCIAL YEAR		114,800	230,206
DIVIDENDS		<u>(41,580)</u>	<u>(48,193)</u>
		<u>73,220</u>	<u>182,013</u>

ERIC DINES CONTRACT FLOORING LIMITED

BALANCE SHEET
31 OCTOBER 2005

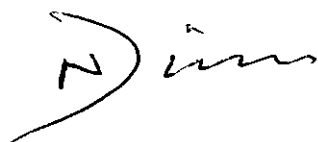
	Notes	2005 £	2004 £
FIXED ASSETS			
Tangible	6	619,728	616,629
CURRENT ASSETS			
Stocks	7	20,075	14,000
Debtors	8	256,702	269,404
Cash at bank and in hand		169,631	198,935
		<u>446,408</u>	<u>482,339</u>
CREDITORS: amounts falling due within one year	9	(218,797)	(310,455)
NET CURRENT ASSETS		<u>227,611</u>	<u>171,884</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>847,339</u>	<u>788,513</u>
CREDITORS: amounts falling due after more than one year	10	(183,606)	(198,000)
NET ASSETS		<u><u>663,733</u></u>	<u><u>590,513</u></u>
CAPITAL AND RESERVES			
Called up share capital	11	99	99
Profit and loss account	12	663,634	590,414
		<u><u>663,733</u></u>	<u><u>590,513</u></u>

The company is entitled to the exemption from audit conferred by subsection 1 of section 249A of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the year in question in accordance with subsection (2) of section 249B.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company 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.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Act relating to small companies.

The financial statements were authorised for issue by the board and signed on its behalf on 7.1.06


N.C. DINES

Director

ERIC DINES CONTRACT FLOORING LIMITED

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 OCTOBER 2005

1 ACCOUNTING POLICIES

(a) Basis of preparation of financial statements

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).

(b) Turnover

Turnover comprises the value of goods and services sold net of VAT and is recognised in the profit and loss account in the month in which the transaction took place.

(c) Tangible fixed assets

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:

Vehicles, furniture & equipment	25 % Reducing balance
Buildings	2 % Straight line

(d) Finance leases and hire purchase

Assets acquired under finance leases or hire purchase are treated as tangible fixed assets and depreciation is provided accordingly. The present value of future rentals is shown as a liability and the interest element of rental obligations is charged to the profit and loss account over the period of the lease.

(e) Stocks and work in progress

Stocks and work in progress are stated at the lower of cost and net realisable value. Cost is determined on a first in first out basis, and includes all direct costs incurred and attributable production overheads. Net realisable value is based on estimated selling price allowing for all further costs of completion and disposal.

(f) Pensions

The company operates a defined contribution pension scheme and the pension charge in the profit and loss account represents the amounts payable by the company to the fund in respect of the year.

2 TURNOVER

All turnover arose within the United Kingdom.

3 OPERATING PROFIT

The operating profit is stated after charging:

	2005 £	2004 £
Depreciation of tangible fixed assets:		
- owned by the company	33,309	23,600
Pension cost	19,674	17,246

ERIC DINES CONTRACT FLOORING LIMITED

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 OCTOBER 2005

4 DIRECTORS' EMOLUMENTS AND BENEFITS

	2005 £	2004 £
Aggregate of directors' emoluments and other benefits as defined in paragraph 1 of Sch 6 to the Companies Act 1985	<u>117,484</u>	<u>146,872</u>
The number of directors accruing benefits under pension schemes were:		
Defined benefit schemes	<u>No 3</u>	<u>No 3</u>

5 TAXATION

	2005 £	2004 £
Current year taxation		
UK corporation tax	28,302	56,958
Adjustments in respect of previous periods	(131)	(53)
	<u>28,171</u>	<u>56,905</u>

6 TANGIBLE FIXED ASSETS

	Buildings £	Vehicles, furniture & equipment £	Total £
Cost			
At 1 November 2004	553,563	154,863	708,426
Additions	-	52,736	52,736
Disposals	-	(72,895)	(72,895)
Refund of charges	(176)	-	(176)
At 31 October 2005	<u>553,387</u>	<u>134,704</u>	<u>688,091</u>
Depreciation			
At 1 November 2004	5,487	86,310	91,797
Charge for the year	11,070	22,239	33,309
On disposals	-	(56,743)	(56,743)
At 31 October 2005	<u>16,557</u>	<u>51,806</u>	<u>68,363</u>
Net book amount			
At 31 October 2005	<u>536,830</u>	<u>82,898</u>	<u>619,728</u>
At 31 October 2004	<u>548,076</u>	<u>68,553</u>	<u>616,629</u>

7 STOCKS

	2005 £	2004 £
Stocks	<u>20,075</u>	<u>14,000</u>

ERIC DINES CONTRACT FLOORING LIMITED

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 OCTOBER 2005

8 DEBTORS

	2005 £	2004 £
Trade debtors	241,041	257,570
Other debtors	15,661	11,834
	<u>256,702</u>	<u>269,404</u>

9 CREDITORS:

Amounts falling due within one year

	2005 £	2004 £
Bank loans and overdrafts	14,667	14,667
Trade creditors	78,648	72,131
Corporation tax	28,302	56,958
Other taxation and social security	48,219	65,917
Net obligations under finance lease and hire purchase contracts	-	438
Other creditors	48,961	100,344
	<u>218,797</u>	<u>310,455</u>

Finance lease and hire purchase creditors are secured on the assets concerned.

10 CREDITORS:

Amounts falling due after more than one year

	2005 £	2004 £
Bank loans	183,606	198,000

Included within creditors above are amounts falling due after more than five years as follows:

	2005 £	2004 £
Bank loans	124,939	139,333

The above loan is secured on the property to which it relates.

ERIC DINES CONTRACT FLOORING LIMITED

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 OCTOBER 2005

11 SHARE CAPITAL

	Authorised £	Allotted, called up and fully paid No	£
At 1 November 2004 and 31 October 2005 Ordinary shares of £1 each	100	99	99

12 RESERVES

	£
Profit and loss account	
At 1 November 2004	590,414
Profit for the year	114,800
Dividends	(41,580)
At 31 October 2005	663,634

13 TRANSACTIONS WITH RELATED PARTIES

Included within debtors is a loan of £NIL (2004 - £281) to Mrs S Dines a director. The maximum amount outstanding during the year was £281.

Also included within debtors is a loan of £3,672 (2004 - £Nil) to N Dines, a director. The maximum amount outstanding during the year was £3,672.

Included within other creditors is £Nil (2004 - £278) due to N Dines.

During the year N Dines purchased a vehicle from the company at £4,000.

14 PENSION COSTS

The company operates a defined contribution pension scheme, the assets of which are held separately from those of the company in an independently administered fund.

15 CONTROLLING PARTIES

The company is controlled by N C Dines.