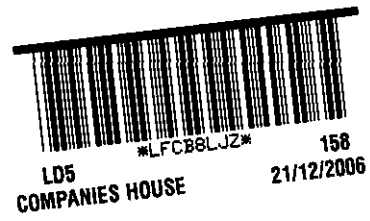


2478838

**REPORT OF THE DIRECTOR AND  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2006  
FOR  
BCM SCAFFOLDING SERVICES LIMITED**



**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 JULY 2006**

**DIRECTOR:** B Riley

**SECRETARY:** F Shaw

**REGISTERED OFFICE:** The Ground Floor, Suite G1  
Buckingham Court  
78 Buckingham Gate  
London  
SW1E 6PE

**REGISTERED NUMBER:** 02478838 (England and Wales)

**AUDITORS:** Cooper Hathaway Limited  
The Ground Floor, Suite G1  
Buckingham Court  
78 Buckingham Gate  
London  
SW1E 6PE

**REPORT OF THE DIRECTOR  
FOR THE YEAR ENDED 31 JULY 2006**

The director presents his report with the financial statements of the company for the year ended 31 July 2006.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of providing scaffolding services.

**DIRECTOR**

B Riley was the sole director during the year under review.

His beneficial interest in the issued share capital of the company was as follows:

	<b>31.7.06</b>	<b>1.8.05</b>
Ordinary £1 shares	30	30

**STATEMENT OF DIRECTOR'S RESPONSIBILITIES**

The director is responsible for preparing the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 director is required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

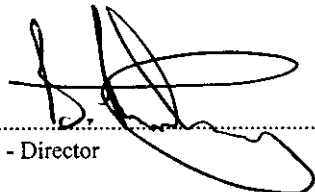
So far as the director is aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**AUDITORS**

The auditors, Cooper Hathaway Limited, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

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

**ON BEHALF OF THE BOARD:**

  
.....  
- Director

Date: 27/11/2006

**REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF  
BCM SCAFFOLDING SERVICES LIMITED**

We have audited the financial statements of BCM SCAFFOLDING SERVICES LIMITED for the year ended 31 July 2006 on pages four to eight. 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 auditors' 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 director and auditors**

The director's responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out on page two.

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 whether in our opinion the information given in the Report of the Director is consistent with the financial statements.

In addition, we 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 director's remuneration and other transactions is not disclosed.

We read the Report of the Director 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 judgements made by the director 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 July 2006 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 Director is consistent with the financial statements.

Cooper Hathaway Limited  
The Ground Floor, Suite G1  
Buckingham Court  
78 Buckingham Gate  
London  
SW1E 6PE

*Cooper Hathaway Limited*

Date: 21/12/06

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 JULY 2006**

		31.7.06	31.7.05
	Notes	£	£
<b>TURNOVER</b>		3,501,893	2,418,041
Cost of sales		2,431,849	1,651,296
<b>GROSS PROFIT</b>		1,070,044	766,745
Administrative expenses		731,086	541,950
<b>OPERATING PROFIT</b>	2	338,958	224,795
Interest receivable and similar income		6,720	4,736
		345,678	229,531
Interest payable and similar charges		-	43
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		345,678	229,488
Tax on profit on ordinary activities	3	65,255	54,505
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		280,423	174,983
Retained profit brought forward		812,022	637,039
<b>RETAINED PROFIT CARRIED FORWARD</b>		<u>£1,092,445</u>	<u>£812,022</u>

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current and previous years.

**TOTAL RECOGNISED GAINS AND LOSSES**

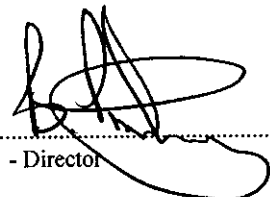
The company has no recognised gains or losses other than the profits for the current and previous years.

BALANCE SHEET  
31 JULY 2006

		31.7.06		31.7.05	
	Notes	£	£	£	£
<b>FIXED ASSETS:</b>					
Tangible assets	4		752,618		513,928
<b>CURRENT ASSETS:</b>					
Stocks	5	351,065		340,135	
Debtors	6	435,071		242,468	
Cash at bank and in hand		321,950		315,352	
		1,108,086		897,955	
<b>CREDITORS: Amounts falling due within one year</b>	7	493,407		325,009	
<b>NET CURRENT ASSETS:</b>			614,679		572,946
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>			<u>£1,367,297</u>		<u>£1,086,874</u>
<b>CAPITAL AND RESERVES:</b>					
Called up share capital	9		90		90
Revaluation reserve	10		274,762		274,762
Profit and loss account			1,092,445		812,022
<b>SHAREHOLDERS' FUNDS:</b>	11		<u>£1,367,297</u>		<u>£1,086,874</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the director on .....27.11.2006..... and were signed by:

  
.....  
- Director

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2006

1. ACCOUNTING POLICIES

**Accounting convention**

The financial statements have been prepared under the historical cost convention.

**Financial Reporting Standard Number 1**

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

**Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Scaffolding	- 15% on reducing balance
Plant and machinery etc	- 25% on cost, 25% on reducing balance, 15% on reducing balance and Straight line over 3 years

**Stocks**

Work in progress is valued at the lower of cost and net realisable value.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

**Pensions**

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	31.7.06	31.7.05
	£	£
Depreciation - owned assets	144,822	99,430
(Profit)/Loss on disposal of fixed assets	(3,068)	321
Auditors' remuneration	7,000	6,500
Pension costs	13,000	9,000
	<u>63,216</u>	<u>44,880</u>
Director's emoluments and other benefits etc	<u>63,216</u>	<u>44,880</u>

3. TAXATION

**Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the year was as follows:

	31.7.06	31.7.05
	£	£
Current tax:		
UK corporation tax	65,255	54,505
Tax on profit on ordinary activities	<u>65,255</u>	<u>54,505</u>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2006**

**4. TANGIBLE FIXED ASSETS**

	Scaffolding	Plant and machinery etc	Totals
	£	£	£
<b>COST:</b>			
At 1 August 2005	976,135	417,807	1,393,942
Additions	342,537	54,692	397,229
Disposals	-	(32,513)	(32,513)
At 31 July 2006	<u>1,318,672</u>	<u>439,986</u>	<u>1,758,658</u>
<b>DEPRECIATION:</b>			
At 1 August 2005	629,799	250,215	880,014
Charge for year	103,331	41,491	144,822
Eliminated on disposals	-	(18,796)	(18,796)
At 31 July 2006	<u>733,130</u>	<u>272,910</u>	<u>1,006,040</u>
<b>NET BOOK VALUE:</b>			
At 31 July 2006	<u>585,542</u>	<u>167,076</u>	<u>752,618</u>
At 31 July 2005	<u>346,336</u>	<u>167,592</u>	<u>513,928</u>

**5. STOCKS**

	31.7.06	31.7.05
	£	£
Work in progress	<u>351,065</u>	<u>340,135</u>

**6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.7.06	31.7.05
	£	£
Trade debtors	367,395	160,344
Prepayments & accrued income	67,676	82,124
	<u>435,071</u>	<u>242,468</u>

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.7.06	31.7.05
	£	£
Bank loans and overdrafts (see note 8)	15,149	-
Trade creditors	210,522	157,503
V.A.T.	42,109	41,113
Social security & other taxes	1,632	2,817
Taxation	65,255	54,505
Accrued expenses	158,740	69,071
	<u>493,407</u>	<u>325,009</u>



NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2006

8. LOANS AND OVERDRAFTS

An analysis of the maturity of loans and overdrafts is given below:

	31.7.06 £	31.7.05 £
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>15,149</u>	<u>-</u>

The bank overdraft facility is secured by means of:

- i) A mortgage debenture over the assets of the company
- ii) Guarantee signed by P A Commene for the liabilities of the company in the sum of £100,000
- iii) Guarantee signed by Barry Riley for the liabilities of the company in the sum of £100,000.

9. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	31.7.06 £	31.7.05 £
100,000	Ordinary	£1	<u>100,000</u>	<u>100,000</u>

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.7.06 £	31.7.05 £
90	Ordinary	£1	<u>90</u>	<u>90</u>

10. REVALUATION RESERVE

	31.7.06 £	31.7.05 £
Revaluation of scaffolding	<u>274,762</u>	<u>274,762</u>

11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31.7.06 £	31.7.05 £
Profit for the financial year	<u>280,423</u>	<u>174,983</u>
Net addition to shareholders' funds	280,423	174,983
Opening shareholders' funds	<u>1,086,874</u>	<u>911,891</u>
Closing shareholders' funds	<u>1,367,297</u>	<u>1,086,874</u>
Equity interests	<u>1,367,297</u>	<u>1,086,874</u>