

ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31ST DECEMBER 2008  
FOR  
NEWSTEAD WINDOW GROUP LIMITED

WEDNESDAY



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COMPANIES HOUSE

**NEWSTEAD WINDOW GROUP LIMITED**

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**FOR THE YEAR ENDED 31ST DECEMBER 2008**

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**NEWSTEAD WINDOW GROUP LIMITED**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31ST DECEMBER 2008**

**DIRECTORS:**

P J Wilcox  
A R Locker

**SECRETARY:**

Mrs D Wilcox

**REGISTERED OFFICE:**

Plantation Road  
Newstead Industrial Estate  
Trentham  
Stoke-on-Trent  
Staffordshire  
ST4 8HX

**REGISTERED NUMBER:**

03724055 (England and Wales)

**AUDITORS:**

Barringtons Limited  
570-572 Etruria Road  
Basford  
Newcastle under Lyme  
Staffordshire  
ST5 0SU

**NEWSTEAD WINDOW GROUP LIMITED**  
**REPORT OF THE DIRECTORS**  
**FOR THE YEAR ENDED 31ST DECEMBER 2008**

The directors present their report with the accounts of the company for the year ended 31st December 2008.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of the manufacture and installation of PVCu and aluminium windows, doors and conservatories.

**REVIEW OF BUSINESS**

The results for the year and financial position of the company are as shown in the annexed financial statements.

These show a pre tax loss of £535,208 (2007 - £56,863). The company has net current assets of £142,872 (2007 - £386,812) and shareholders' funds of £1,598,747 (2007 - £2,054,352).

As disclosed in the notes the company incurred exceptional costs of £348,816 (2007 (£56,338)). The restructuring program is continuing and the Directors are confident of reducing the level of losses. Long term improvements seen in the commercial sector together with careful management of overhead costs will return the company to profitability.

**DIVIDENDS**

Interim dividends totalling 80p per share were paid during the year. The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 31st December 2008 will be £40,000.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1st January 2008 to the date of this report.

P J Wilcox  
A R Locker

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing 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 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 directors are 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 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.

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


So far as the directors are 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 each director 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.

**NEWSTEAD WINDOW GROUP LIMITED**  
**REPORT OF THE DIRECTORS**  
**FOR THE YEAR ENDED 31ST DECEMBER 2008**

**AUDITORS**

The auditors, Barringtons Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**

A handwritten signature in black ink, appearing to read 'P J Wilcox', written over a horizontal line.

P J Wilcox - Director

3rd April 2009

**REPORT OF THE INDEPENDENT AUDITORS TO**  
**NEWSTEAD WINDOW GROUP LIMITED**  
**UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages five to twenty, together with the financial statements of Newstead Window Group Limited for the year ended 31st December 2008 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

**Basis of opinion**

We conducted our work in accordance with Bulletin 2006/3 "The Special Auditor's Report on Abbreviated Accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.

*Barringtons Limited*

Barringtons Limited  
570-572 Etruria Road  
Basford  
Newcastle under Lyme  
Staffordshire  
ST5 0SU

Date: 21/4/09.....

**NEWSTEAD WINDOW GROUP LIMITED**

**ABBREVIATED PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31ST DECEMBER 2008**

|  |       | 2008    |           | 2007   |           |
|--|-------|---------|-----------|--------|-----------|
|  | Notes | £       | £         | £      | £         |
| <b>GROSS PROFIT</b>                                |       |         | 1,715,428 |        | 1,968,804 |
| Administrative expenses                            |       |         | 1,946,911 |        | 2,000,309 |
| <b>OPERATING LOSS</b>                              | 3     |         | (231,483) |        | (31,505)  |
| Exceptional items                                  | 4     |         | (348,816) |        | 56,338    |
|  |       |         | (580,299) |        | 24,833    |
| Income from shares in group undertakings           |       | 125,812 |           | 12,500 |           |
| Interest receivable and similar income             |       | 2,549   |           | 1,930  |           |
|  |       |         | 128,361   |        | 14,430    |
|  |       |         | (451,938) |        | 39,263    |
| Interest payable and similar charges               | 5     |         | 83,270    |        | 96,126    |
| <b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b> |       |         | (535,208) |        | (56,863)  |
| Tax on loss on ordinary activities                 | 6     |         | (119,603) |        | (15,021)  |
| <b>LOSS FOR THE FINANCIAL YEAR AFTER TAXATION</b>  |       |         | (415,605) |        | (41,842)  |

The notes form part of these abbreviated accounts

**NEWSTEAD WINDOW GROUP LIMITED**

**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES**  
**FOR THE YEAR ENDED 31ST DECEMBER 2008**

|   | 2008<br>£               | 2007<br>£             |
|---|-------------------------|-----------------------|
| <b>LOSS FOR THE FINANCIAL YEAR</b>                                | <b>(415,605)</b>        | <b>(41,842)</b>       |
| Revaluation of land and buildings                                 | -                       | 351,108               |
| Prior year adjustment   | -                       | 65,000                |
|   | <hr/>                   | <hr/>                 |
| <b>TOTAL RECOGNISED GAINS AND LOSSES<br/>RELATING TO THE YEAR</b> | <b><u>(415,605)</u></b> | <b><u>374,266</u></b> |

**NOTE OF HISTORICAL COST PROFITS AND LOSSES**

The difference between the results as disclosed in the profit and loss account and the results on an unmodified historical cost basis is not material.



**NEWSTEAD WINDOW GROUP LIMITED**

**ABBREVIATED BALANCE SHEET**  
**31ST DECEMBER 2008**

|  | Notes | 2008        | 2007      |
|--|-------|-------------|-----------|
|  |       | £           | £         |
| <b>FIXED ASSETS</b>                          |       |             |           |
| Tangible assets                              | 8     | 2,602,810   | 2,555,893 |
| Investments                                  | 9     | 165         | 75,000    |
|  |       | <hr/>       | <hr/>     |
|  |       | 2,602,975   | 2,630,893 |
| <br><b>CURRENT ASSETS</b>                    |       |             |           |
| Stocks                                       | 10    | 240,209     | 302,654   |
| Debtors                                      | 11    | 601,896     | 1,014,848 |
| Cash at bank                                 |       | 404,652     | 66,330    |
|  |       | <hr/>       | <hr/>     |
|  |       | 1,246,757   | 1,383,832 |
| <br><b>CREDITORS</b>                         |       |             |           |
| Amounts falling due within one year          | 12    | 1,103,885   | 997,020   |
|  |       | <hr/>       | <hr/>     |
| <br><b>NET CURRENT ASSETS</b>                |       | 142,872     | 386,812   |
|  |       | <hr/>       | <hr/>     |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       | 2,745,847   | 3,017,705 |
|  |       |             |           |
| <br><b>CREDITORS</b>                         |       |             |           |
| Amounts falling due after more than one year | 13    | (1,147,100) | (853,250) |
|  |       |             |           |
| <br><b>PROVISIONS FOR LIABILITIES</b>        | 17    | -           | (110,103) |
|  |       | <hr/>       | <hr/>     |
| <br><b>NET ASSETS</b>                        |       | 1,598,747   | 2,054,352 |
|  |       | <hr/>       | <hr/>     |
| <br><b>CAPITAL AND RESERVES</b>              |       |             |           |
| Called up share capital                      | 18    | 500         | 500       |
| Revaluation reserve                          | 19    | 742,993     | 763,959   |
| Profit and loss account                      | 19    | 855,254     | 1,289,893 |
|  |       | <hr/>       | <hr/>     |
| <br><b>SHAREHOLDERS' FUNDS</b>               | 20    | 1,598,747   | 2,054,352 |
|  |       | <hr/>       | <hr/>     |

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

The financial statements were approved by the Board of Directors on 3rd April 2009 and were signed on its behalf by:



P J Wilcox - Director

The notes form part of these abbreviated accounts

**NEWSTEAD WINDOW GROUP LIMITED**

**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31ST DECEMBER 2008**

|  | Notes | 2008                    | 2007                    |
|--|-------|-------------------------|-------------------------|
|  |       | £                       | £                       |
| Net cash inflow/(outflow) from operating activities                        | 1     | 529,853                 | (163,435)               |
| Returns on investments and servicing of finance                            | 2     | (80,721)                | (81,696)                |
| Taxation   |       | -                       | 10,815                  |
| Capital expenditure  | 2     | (257,563)               | 445,248                 |
| Equity dividends paid  |       | (40,000)                | (75,000)                |
|  |       | <u>151,569</u>          | <u>135,932</u>          |
| Financing  | 2     | 186,753                 | (187,535)               |
| Increase/(Decrease) in cash in the period                                  |       | <u>338,322</u>          | <u>(51,603)</u>         |
| <hr/>  |       |                         |                         |
| Reconciliation of net cash flow to movement in net debt                    | 3     |                         |                         |
| Increase/(Decrease) in cash in the period                                  |       | 338,322                 | (51,603)                |
| Cash (inflow)/outflow from (increase)/decrease in debt and lease financing |       | <u>(186,753)</u>        | <u>139,785</u>          |
| Change in net debt resulting from cash flows                               |       | <u>151,569</u>          | <u>88,182</u>           |
| Movement in net debt in the period   |       | 151,569                 | 88,182                  |
| Net debt at 1st January  |       | <u>(972,539)</u>        | <u>(1,060,721)</u>      |
| Net debt at 31st December  |       | <u><u>(820,970)</u></u> | <u><u>(972,539)</u></u> |

The notes form part of these abbreviated accounts

**NEWSTEAD WINDOW GROUP LIMITED**

**NOTES TO THE CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31ST DECEMBER 2008**

**1. RECONCILIATION OF OPERATING LOSS TO NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES**

|  | 2008           | 2007             |
|--|----------------|------------------|
|  | £              | £                |
| Operating loss   | (231,483)      | (31,505)         |
| Depreciation charges                                       | 212,664        | 224,382          |
| (Profit)/Loss on disposal of fixed assets                  | (2,018)        | 306,338          |
| Costs of fundamental reorganisation                        | (98,816)       | (250,000)        |
| Exceptional pension contribution                           | (250,000)      | -                |
| Decrease in stocks   | 62,445         | 21,413           |
| Decrease/(Increase) in debtors                             | 422,452        | (382,219)        |
| Increase/(Decrease) in creditors                           | 414,609        | (51,844)         |
| <b>Net cash inflow/(outflow) from operating activities</b> | <b>529,853</b> | <b>(163,435)</b> |

**2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

|   | 2008             | 2007             |
|---|------------------|------------------|
|   | £                | £                |
| <b>Returns on investments and servicing of finance</b>                      |                  |                  |
| Interest received   | 2,549            | 1,930            |
| Interest paid   | (71,718)         | (76,898)         |
| Interest element of hire purchase payments                                  | (11,552)         | (19,228)         |
| Dividends received  | -                | 12,500           |
| <b>Net cash outflow for returns on investments and servicing of finance</b> | <b>(80,721)</b>  | <b>(81,696)</b>  |
| <b>Capital expenditure</b>  |                  |                  |
| Purchase of tangible fixed assets   | (285,715)        | (50,735)         |
| Sale of tangible fixed assets   | 28,152           | 495,983          |
| <b>Net cash (outflow)/inflow for capital expenditure</b>                    | <b>(257,563)</b> | <b>445,248</b>   |
| <b>Financing</b>  |                  |                  |
| New loans in year   | 350,000          | -                |
| Loan repayments in year   | (127,514)        | (67,798)         |
| Capital repayments in year  | (35,733)         | (119,737)        |
| <b>Net cash inflow/(outflow) from financing</b>                             | <b>186,753</b>   | <b>(187,535)</b> |

The notes form part of these abbreviated accounts

**NEWSTEAD WINDOW GROUP LIMITED**

**NOTES TO THE CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31ST DECEMBER 2008**

**3. ANALYSIS OF CHANGES IN NET DEBT**

|                                      | At 1.1.08<br>£     | Cash flow<br>£   | At<br>31.12.08<br>£ |
|--------------------------------------|--------------------|------------------|---------------------|
| Net cash:                            |                    |                  |                     |
| Cash at bank                         | 66,330             | 338,322          | 404,652             |
|                                      | <u>66,330</u>      | <u>338,322</u>   | <u>404,652</u>      |
| Debt:                                |                    |                  |                     |
| Hire purchase                        | (147,473)          | 35,733           | (111,740)           |
| Debts falling due<br>within one year | (125,352)          | (73,378)         | (198,730)           |
| Debts falling due<br>after one year  | (766,044)          | (149,108)        | (915,152)           |
|                                      | <u>(1,038,869)</u> | <u>(186,753)</u> | <u>(1,225,622)</u>  |
| Total                                | <u>(972,539)</u>   | <u>151,569</u>   | <u>(820,970)</u>    |

The notes form part of these abbreviated accounts

## **NEWSTEAD WINDOW GROUP LIMITED**

### **NOTES TO THE ABBREVIATED ACCOUNTS** **FOR THE YEAR ENDED 31ST DECEMBER 2008**

#### **I. ACCOUNTING POLICIES**

##### **Accounting convention**

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

##### **Exemption from preparing consolidated financial statements**

The financial statements contain information about Newstead Window Group Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 248 of the Companies Act 1985 from the requirements to prepare consolidated financial statements.

##### **Turnover**

Turnover represents the amounts (excluding value added tax) derived from the provision of goods and services to customers.

##### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

|                       |                                 |
|-----------------------|---------------------------------|
| Freehold property     | - 20% on cost and<br>2% on cost |
| Long leasehold        | - equally over the lease term   |
| Plant and machinery   | - 15% on reducing balance       |
| Fixtures and fittings | - 15% on reducing balance       |
| Motor vehicles        | - 25% on reducing balance       |
| Computer equipment    | - 33% on cost                   |

##### **Stocks**

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

##### **Deferred tax**

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

##### **Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

##### **Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate.

##### **Share based compensation**

The company operates a share based compensation plan. The fair value of the employee services received in exchange for the grant of the options is recognised as an expense. The total amount to be expensed over the vesting period is determined by reference to the fair value of the options granted. Non market vesting conditions are included in the assumptions about the number of options that are expected to become exercisable. The proceeds received net of any attributable transaction costs are credited to share capital (nominal value) and the share premium when the options are exercised.

**NEWSTEAD WINDOW GROUP LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued**  
**FOR THE YEAR ENDED 31ST DECEMBER 2008**

**2. STAFF COSTS**

|                       | 2008             | 2007             |
|-----------------------|------------------|------------------|
|                       | £                | £                |
| Wages and salaries    | 1,680,348        | 1,750,648        |
| Social security costs | 152,836          | 155,521          |
| Other pension costs   | 5,250            | 18,000           |
|                       | <u>1,838,434</u> | <u>1,924,169</u> |

The average monthly number of employees during the year was as follows:

|                    | 2008       | 2007       |
|--------------------|------------|------------|
| Production         | 64         | 63         |
| Sales and despatch | 11         | 10         |
| Administration     | 30         | 31         |
|                    | <u>105</u> | <u>104</u> |

**3. OPERATING LOSS**

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

|  | 2008          | 2007          |
|--|---------------|---------------|
|  | £             | £             |
| Depreciation - owned assets                      | 183,670       | 184,091       |
| Depreciation - assets on hire purchase contracts | 28,994        | 40,291        |
| Profit on disposal of fixed assets               | (2,018)       | -             |
| Auditors' remuneration                           | 6,400         | 5,405         |
|  | <u>77,081</u> | <u>82,148</u> |

The number of directors to whom retirement benefits were accruing was as follows:

|                        |          |          |
|------------------------|----------|----------|
| Money purchase schemes | <u>2</u> | <u>2</u> |
|------------------------|----------|----------|

**NEWSTEAD WINDOW GROUP LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued**  
**FOR THE YEAR ENDED 31ST DECEMBER 2008**

**4. EXCEPTIONAL ITEMS**

|   | 2008<br>£      | 2007<br>£     |
|---|----------------|---------------|
| Exceptional cost of a fundamental reorganisation  | 98,816         | -             |
| Exceptional cost of a pension contribution        | 250,000        | -             |
| Exceptional cost of a subsidiary loan written off | -              | 250,000       |
| Exceptional profit on sale of property            |                | (306,338)     |
|   | <u>348,816</u> | <u>56,338</u> |

The exceptional cost of a subsidiary loan written off related to a loan balance with Supercraft Windows Limited, a 100% owned subsidiary company, that was written off in 2007.

The exceptional cost of a fundamental reorganisation related principally to redundancy and legal costs incurred as part of the hive up of the trade, assets and liabilities of Supercraft Windows Limited on the 25th October 2008.

The exceptional cost of a pension contribution related to a one off payment made by the company into the pension fund of a director, Mr P J Wilcox in the year under review.

**5. INTEREST PAYABLE AND SIMILAR CHARGES**

|                     | 2008<br>£     | 2007<br>£     |
|---------------------|---------------|---------------|
| Bank interest       | 2,312         | 1,177         |
| Bank loan interest  | 53,677        | 75,721        |
| Other loan interest | 15,729        | -             |
| Hire purchase       | 11,552        | 19,228        |
|                     | <u>83,270</u> | <u>96,126</u> |

**6. TAXATION**

**Analysis of the tax credit**

The tax credit on the loss on ordinary activities for the year was as follows:

|                                    | 2008<br>£        | 2007<br>£       |
|------------------------------------|------------------|-----------------|
| Current tax:                       |                  |                 |
| UK corporation tax                 | (9,500)          | (3,689)         |
| Deferred tax                       | (110,103)        | (11,332)        |
| Tax on loss on ordinary activities | <u>(119,603)</u> | <u>(15,021)</u> |

**7. DIVIDENDS**

|         | 2008<br>£     | 2007<br>£     |
|---------|---------------|---------------|
| Interim | <u>40,000</u> | <u>75,000</u> |

**NEWSTEAD WINDOW GROUP LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued**  
**FOR THE YEAR ENDED 31ST DECEMBER 2008**

**8. TANGIBLE FIXED ASSETS**

|                           | Freehold<br>property<br>£ | Long<br>leasehold<br>£ | Plant and<br>machinery<br>£ |
|---------------------------|---------------------------|------------------------|-----------------------------|
| <b>COST OR VALUATION</b>  |                           |                        |                             |
| At 1st January 2008       | 1,575,000                 | -                      | 1,934,089                   |
| Additions                 | 4,306                     | 3,950                  | 48,583                      |
| Disposals                 | -                         | (6,120)                | (52,000)                    |
| Reclassification/transfer | -                         | 76,595                 | 1,880                       |
| At 31st December 2008     | 1,579,306                 | 74,425                 | 1,932,552                   |
| <b>DEPRECIATION</b>       |                           |                        |                             |
| At 1st January 2008       | -                         | -                      | 1,114,497                   |
| Charge for year           | 31,586                    | 1,892                  | 117,112                     |
| Eliminated on disposal    | -                         | (4,707)                | (29,141)                    |
| At 31st December 2008     | 31,586                    | (2,815)                | 1,202,468                   |
| <b>NET BOOK VALUE</b>     |                           |                        |                             |
| At 31st December 2008     | 1,547,720                 | 77,240                 | 730,084                     |
| At 31st December 2007     | 1,575,000                 | -                      | 819,592                     |

|                           | Fixtures<br>and<br>fittings<br>£ | Motor<br>vehicles<br>£ | Computer<br>equipment<br>£ | Totals<br>£ |
|---------------------------|----------------------------------|------------------------|----------------------------|-------------|
| <b>COST OR VALUATION</b>  |                                  |                        |                            |             |
| At 1st January 2008       | 210,285                          | 58,200                 | 248,214                    | 4,025,788   |
| Additions                 | 67,578                           | 500                    | 13,682                     | 138,599     |
| Disposals                 | -                                | (6,550)                | -                          | (64,670)    |
| Reclassification/transfer | 12,617                           | 53,105                 | 2,919                      | 147,116     |
| At 31st December 2008     | 290,480                          | 105,255                | 264,815                    | 4,246,833   |
| <b>DEPRECIATION</b>       |                                  |                        |                            |             |
| At 1st January 2008       | 121,513                          | 15,128                 | 218,757                    | 1,469,895   |
| Charge for year           | 30,284                           | 13,237                 | 18,553                     | 212,664     |
| Eliminated on disposal    | -                                | (4,688)                | -                          | (38,536)    |
| At 31st December 2008     | 151,797                          | 23,677                 | 237,310                    | 1,644,023   |
| <b>NET BOOK VALUE</b>     |                                  |                        |                            |             |
| At 31st December 2008     | 138,683                          | 81,578                 | 27,505                     | 2,602,810   |
| At 31st December 2007     | 88,772                           | 43,072                 | 29,457                     | 2,555,893   |



**NEWSTEAD WINDOW GROUP LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued**  
**FOR THE YEAR ENDED 31ST DECEMBER 2008**

**8. TANGIBLE FIXED ASSETS - continued**

Cost or valuation at 31st December 2008 is represented by:

|                   | Freehold<br>property<br>£ | Long<br>leasehold<br>£ | Plant and<br>machinery<br>£ |
|-------------------|---------------------------|------------------------|-----------------------------|
| Valuation in 2007 | 526,708                   | -                      | -                           |
| Cost              | 1,052,598                 | 74,425                 | 1,932,552                   |
|                   | <u>1,579,306</u>          | <u>74,425</u>          | <u>1,932,552</u>            |

|                   | Fixtures<br>and<br>fittings<br>£ | Motor<br>vehicles<br>£ | Computer<br>equipment<br>£ | Totals<br>£      |
|-------------------|----------------------------------|------------------------|----------------------------|------------------|
| Valuation in 2007 | -                                | -                      | -                          | 526,708          |
| Cost              | 290,480                          | 105,255                | 264,815                    | 3,720,125        |
|                   | <u>290,480</u>                   | <u>105,255</u>         | <u>264,815</u>             | <u>4,246,833</u> |

If freehold property had not been revalued it would have been included at the following historical cost:

|                        | 2008<br>£        | 2007<br>£        |
|------------------------|------------------|------------------|
| Cost                   | <u>1,048,292</u> | <u>1,048,292</u> |
| Aggregate depreciation | <u>165,870</u>   | <u>144,904</u>   |

Freehold property was valued on an open market basis on 17th November 2007 by Louis Taylor LLP Surveyors.

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

|                           | Plant and<br>machinery<br>£ | Motor<br>vehicles<br>£ | Totals<br>£    |
|---------------------------|-----------------------------|------------------------|----------------|
| <b>COST OR VALUATION</b>  |                             |                        |                |
| At 1st January 2008       | 272,626                     | 47,750                 | 320,376        |
| Transfer to ownership     | (31,761)                    | -                      | (31,761)       |
| Reclassification/transfer | -                           | 50,135                 | 50,135         |
| At 31st December 2008     | <u>240,865</u>              | <u>97,885</u>          | <u>338,750</u> |
| <b>DEPRECIATION</b>       |                             |                        |                |
| At 1st January 2008       | 159,494                     | 7,960                  | 167,454        |
| Charge for year           | 16,407                      | 12,587                 | 28,994         |
| Transfer to ownership     | (11,941)                    | -                      | (11,941)       |
| At 31st December 2008     | <u>163,960</u>              | <u>20,547</u>          | <u>184,507</u> |
| <b>NET BOOK VALUE</b>     |                             |                        |                |
| At 31st December 2008     | <u>76,905</u>               | <u>77,338</u>          | <u>154,243</u> |
| At 31st December 2007     | <u>113,132</u>              | <u>39,790</u>          | <u>152,922</u> |

**NEWSTEAD WINDOW GROUP LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued  
FOR THE YEAR ENDED 31ST DECEMBER 2008**

**9. FIXED ASSET INVESTMENTS**

|                          | Shares in<br>group<br>undertakings<br>£ | Unlisted<br>investments<br>£ | Totals<br>£ |
|--------------------------|---|------------------------------|-------------|
| <b>COST OR VALUATION</b> |   |                              |             |
| At 1st January 2008      | 65,000                                  | 10,000                       | 75,000      |
| Return of Capital        | (64,935)                                | (9,900)                      | (74,835)    |
| At 31st December 2008    | 65                                      | 100                          | 165         |
| <b>NET BOOK VALUE</b>    |   |                              |             |
| At 31st December 2008    | 65                                      | 100                          | 165         |
| At 31st December 2007    | 65,000                                  | 10,000                       | 75,000      |

Cost or valuation at 31st December 2008 is represented by:

|                   | Shares in<br>group<br>undertakings<br>£ | Unlisted<br>investments<br>£ | Totals<br>£ |
|-------------------|---|------------------------------|-------------|
| Valuation in 2008 | 65                                      | 100                          | 165         |

The company's investments at the balance sheet date in the share capital of companies include the following:

**Clarglass Limited**

Nature of business: Dormant

|                                | %<br>holding |               |               |
|--------------------------------|--------------|---------------|---------------|
| Class of shares:               | 100.00       |               |               |
| Ordinary                       |              | 31.12.08<br>£ | 31.12.07<br>£ |
| Aggregate capital and reserves |              | 100           | 10,000        |

**Supercraft Windows Limited**

Nature of business: Dormant

|                                   | %<br>holding |               |               |
|-----------------------------------|--------------|---------------|---------------|
| Class of shares:                  | 100.00       |               |               |
| Ordinary                          |              | 31.10.08<br>£ | 31.12.07<br>£ |
| Aggregate capital and reserves    |              | 182,493       | 122,900       |
| Profit/(Loss) for the period/year |              | 59,593        | (29,402)      |

**10. STOCKS**

|                  | 2008<br>£ | 2007<br>£ |
|------------------|-----------|-----------|
| Manufacturing    | 158,227   | 181,546   |
| Merchanted goods | 31,636    | 38,137    |
| Work-in-progress | 25,200    | 44,655    |
| Finished goods   | 25,146    | 38,316    |
|                  | 240,209   | 302,654   |

**NEWSTEAD WINDOW GROUP LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued**  
**FOR THE YEAR ENDED 31ST DECEMBER 2008**

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

|                                    | 2008           | 2007             |
|------------------------------------|----------------|------------------|
|                                    | £              | £                |
| Trade debtors                      | 504,207        | 651,174          |
| Amounts owed by group undertakings | -              | 28,559           |
| Other debtors                      | -              | 6,178            |
| Tax                                | 9,500          | -                |
| Prepayments                        | 88,189         | 328,937          |
|                                    | <u>601,896</u> | <u>1,014,848</u> |

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

|   | 2008             | 2007           |
|---|------------------|----------------|
|   | £                | £              |
| Bank loans and overdrafts (see note 14) | 198,730          | 125,352        |
| Hire purchase contracts (see note 15)   | 79,792           | 70,267         |
| Trade creditors                         | 497,511          | 632,046        |
| Social security and other taxes         | 196,060          | 120,510        |
| Other creditors                         | 92,016           | 33,946         |
| Accrued expenses                        | 39,776           | 14,899         |
|   | <u>1,103,885</u> | <u>997,020</u> |

**13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

|                                       | 2008             | 2007           |
|---------------------------------------|------------------|----------------|
|                                       | £                | £              |
| Bank loans (see note 14)              | 915,152          | 766,044        |
| Hire purchase contracts (see note 15) | 31,948           | 77,206         |
| Amounts owed to group undertakings    | -                | 10,000         |
| Other creditors                       | 200,000          | -              |
|                                       | <u>1,147,100</u> | <u>853,250</u> |

**14. LOANS**

An analysis of the maturity of loans is given below:

|   | 2008           | 2007           |
|---|----------------|----------------|
|   | £              | £              |
| Amounts falling due within one year or on demand: |                |                |
| Bank loans  | <u>198,730</u> | <u>125,352</u> |
| Amounts falling due between one and two years:    |                |                |
| Bank loans - 1-2 years                            | <u>222,346</u> | <u>100,000</u> |
| Amounts falling due between two and five years:   |                |                |
| Bank loans - 2-5 years                            | <u>607,147</u> | <u>100,000</u> |

Amounts falling due in more than five years:

**NEWSTEAD WINDOW GROUP LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued**  
**FOR THE YEAR ENDED 31ST DECEMBER 2008**

**14. LOANS - continued**

|  | 2008<br>£     | 2007<br>£      |
|--|---------------|----------------|
| Amounts falling due in more than five years: |               |                |
| Repayable by instalments                     |               |                |
| Bank loans more 5 yr by instal               | <u>85,659</u> | <u>566,044</u> |

**15. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES**

|                            | 2008<br>£      | 2007<br>£      |
|----------------------------|----------------|----------------|
|                            |                |                |
| Net obligations repayable: |                |                |
| Within one year            | 79,792         | 70,267         |
| Between one and five years | <u>31,948</u>  | <u>77,206</u>  |
|                            | <u>111,740</u> | <u>147,473</u> |

The following operating lease payments are committed to be paid within one year:

|                            | 2008<br>£     | 2007<br>£     |
|----------------------------|---------------|---------------|
|                            |               |               |
| Expiring:                  |               |               |
| Within one year            | 62,614        | 2,488         |
| Between one and five years | <u>-</u>      | <u>62,614</u> |
|                            | <u>62,614</u> | <u>65,102</u> |

**16. SECURED DEBTS**

The following secured debts are included within creditors:

|                         | 2008<br>£        | 2007<br>£        |
|-------------------------|------------------|------------------|
| Bank loans              | 1,113,882        | 891,396          |
| Hire purchase contracts | <u>111,740</u>   | <u>147,473</u>   |
|                         | <u>1,225,622</u> | <u>1,038,869</u> |

The bank loans are secured by way of an unscheduled debenture incorporating a fixed and floating charge over all current and future assets of the company, a legal charge over Unit A, Unit B and warehouse and premises at Plantation Road, Newstead Industrial Estate, a legal charge over land on the east side of Crowcrofts Road, Newstead Industrial Estate and a cross guarantee between Newstead Trade Frames Limited, Supercraft Windows Limited and Clearglass Limited.

**17. PROVISIONS FOR LIABILITIES**

|              | 2008<br>£ | 2007<br>£      |
|--------------|-----------|----------------|
| Deferred tax | <u>-</u>  | <u>110,103</u> |

**NEWSTEAD WINDOW GROUP LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued**  
**FOR THE YEAR ENDED 31ST DECEMBER 2008**

**17. PROVISIONS FOR LIABILITIES - continued**

|                               | Deferred<br>tax<br>£ |
|-------------------------------|----------------------|
| Balance at 1st January 2008   | 110,103              |
| Movement in the year          | (110,103)            |
|                               | <hr/>                |
| Balance at 31st December 2008 | -                    |
|                               | <hr/>                |

**18. CALLED UP SHARE CAPITAL**

|                                  |          |                   |       |       |
|----------------------------------|----------|-------------------|-------|-------|
| Authorised:                      |          |                   |       |       |
| Number:                          | Class:   | Nominal<br>value: | 2008  | 2007  |
|                                  |          |                   | £     | £     |
| 100,000                          | Ordinary | 0.01              | 1,000 | 1,000 |
|                                  |          |                   | <hr/> | <hr/> |
| Allotted, issued and fully paid: |          |                   |       |       |
| Number:                          | Class:   | Nominal<br>value: | 2008  | 2007  |
|                                  |          |                   | £     | £     |
| 50,000                           | Ordinary | 0.01              | 500   | 500   |
|                                  |          |                   | <hr/> | <hr/> |

The company has issued share options to a key employee under an enterprise management share option agreement. Options to acquire 25,000 ordinary 1 pence were granted on 24th February 2004. The share will vest in the option holder on the sale of the company, float or at the discretion of the company.

The fair value of the share options granted has been measured at their intrinsic value, i.e. the difference between the fair value of the shares to which they relate and the exercise price. In the directors opinion the fair value of the shares at 31st December 2008 is not more than the exercise price of £10.50 per share.

**19. RESERVES**

|                       | Profit<br>and loss<br>account<br>£ | Revaluation<br>reserve<br>£ | Totals<br>£ |
|-----------------------|------------------------------------|-----------------------------|-------------|
| At 1st January 2008   | 1,289,893                          | 763,959                     | 2,053,852   |
| Deficit for the year  | (415,605)                          |                             | (415,605)   |
| Dividends             | (40,000)                           |                             | (40,000)    |
| Excess depreciation   | 20,966                             | (20,966)                    | -           |
|                       | <hr/>                              | <hr/>                       | <hr/>       |
| At 31st December 2008 | 855,254                            | 742,993                     | 1,598,247   |
|                       | <hr/>                              | <hr/>                       | <hr/>       |

**NEWSTEAD WINDOW GROUP LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued**  
**FOR THE YEAR ENDED 31ST DECEMBER 2008**

**20. RELATED PARTY DISCLOSURES**

The company trades with its subsidiary company, Supercraft Windows, Limited. During the period to 24 October 2008 the company sold goods to the value of £407,716 (2007 - £850,964) to Supercraft Windows Limited.

The company also charged £25,000 (2007 - £55,906) to Supercraft Windows Limited as management charges in the period to 24 October 2008.

At the end of the year debtors includes £nil (2007 - £28,559), owed by Supercraft Windows Limited.

During the year the Director, P J Wilcox, advanced £250,000 to the company, of which £200,000 has been postponed and will not be repaid within 12 months. The amount was still outstanding at 31 December 2008.

**21. ULTIMATE CONTROLLING PARTY**

The company is controlled by P J Wilcox who, together with associates, owns 100% of the issued share capital.

**20. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

|   | 2008<br>£ | 2007<br>£ |
|---|-----------|-----------|
| Loss for the financial year                                     | (415,605) | (41,842)  |
| Dividends   | (40,000)  | (75,000)  |
|   | <hr/>     | <hr/>     |
|   | (455,605) | (116,842) |
| Other recognised gains and losses<br>relating to the year (net) | <hr/>     | <hr/>     |
|   | -         | 416,108   |
| Net (reduction)/addition to shareholders' funds                 | (455,605) | 299,266   |
| Opening shareholders' funds                                     | 2,054,352 | 1,755,086 |
|   | <hr/>     | <hr/>     |
| Closing shareholders' funds                                     | 1,598,747 | 2,054,352 |
|   | <hr/>     | <hr/>     |