

**GREEN VALET LIMITED**  
**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**29TH FEBRUARY 2008**

**Company Registration Number 2794881**



**GREEN VALET LIMITED**  
**UNAUDITED FINANCIAL STATEMENTS**  
**YEAR ENDED 29TH FEBRUARY 2008**

| <b>CONTENTS</b>   | <b>PAGES</b>   |
|---|----------------|
| Officers and professional advisers  | <b>1</b>       |
| The directors' report   | <b>2 to 3</b>  |
| Profit and loss account   | <b>4</b>       |
| Balance sheet   | <b>5</b>       |
| Notes to the unaudited financial statements                                       | <b>6 to 13</b> |
| <b>The following pages do not form part of the unaudited financial statements</b> |                |
| Chartered accountants' report to the board of directors                           | <b>15</b>      |
| Detailed profit and loss account  | <b>16</b>      |
| Notes to the detailed profit and loss account                                     | <b>17</b>      |

**GREEN VALET LIMITED**  
**OFFICERS AND PROFESSIONAL ADVISERS**

**The board of directors**

R A Pegna  
M J Bradshaw  
J F Layton  
C N Pegna

**Company secretary**

M J Bradshaw

**Registered office**

Royal Victoria House  
51 - 55 The Pantiles  
Tunbridge Wells  
Kent  
TN2 5TD

**Accountants**

Brebners  
Chartered Accountants  
Royal Victoria House  
51 - 55 The Pantiles  
Tunbridge Wells  
Kent  
TN2 5TD

**Bankers**

Lloyds TSB  
95 - 97 Regent Street  
Gonville Place  
Cambridge  
CB2 1BQ

# **GREEN VALET LIMITED**

## **THE DIRECTORS' REPORT**

### **YEAR ENDED 29TH FEBRUARY 2008**

The directors present their report and the unaudited financial statements of the company for the year ended 29th February 2008

#### **PRINCIPAL ACTIVITIES**

The principal activity of the company continued to be that of the development, production and sale of automated vending machines in the commercial cleaning market, together with ongoing servicing and product supply

The company is now a leading supplier in the field of development, production and sale of stores management and stock control systems, the design and assembly of emergency kits, and the supply of clinical and domestic items used for cleaning and infection control in hospitals, clinics, food processing and catering, schools, government and industry

We are pleased to report a continued strong growth in all these business sectors within healthcare, despite the continued budget constraints within the NHS, with a satisfactory overall improvement in the company's trading position

Highlights of the year were the launching of significant additions to our "Clematis" stock management system, being awarded an approved supplier status by the Compass Group, and becoming a supplier to the NHS Supply Chain with our range of emergency kits. We completed the restructuring of our chemical dispenser operation. The Northern office was closed and we formed a partnership with a chemical manufacturer to market our dispensers

Turnover at £1.1m represents an increase of 14%. Profit before taxation before closure costs was £11,460 compared to £9,524 last year, an increase of 20%

We have started the new year with a strong order book and are confident that the improvement and growth will be maintained

None of this would have been possible without the efforts of our team, whose commitment to serving customers provides the company's driving force and has contributed to the improvement in the company's trading position

We would like to record our appreciation of the contribution made by every member of staff and we are pleased to report that Catherine Pegna was recently appointed managing director of the company

#### **DIRECTORS**

The directors who served the company during the year were as follows

R A Pegna  
M J Bradshaw  
J F Layton  
C N Pegna

# GREEN VALET LIMITED


## THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 29TH FEBRUARY 2008

### SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985

Signed by order of the directors

X 

M J BRADSHAW  
Company Secretary

Approved by the directors on ~~X~~ *May 28, 2008*

**GREEN VALET LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 29TH FEBRUARY 2008**

|  | Note      | 2008<br>£           | 2007<br>£           |
|--|-----------|---------------------|---------------------|
| <b>TURNOVER</b>                                      | <b>2</b>  | <b>1,113,235</b>    | <b>969,787</b>      |
| Cost of sales  |           | <u>725,666</u>      | <u>589,367</u>      |
| <b>GROSS PROFIT</b>                                  |           | <b>387,569</b>      | <b>380,420</b>      |
| Administrative expenses                              |           | 367,319             | 362,784             |
| Other operating income                               | <b>3</b>  | <u>—</u>            | <u>(250)</u>        |
|  |           | <b>20,250</b>       | <b>17,886</b>       |
| Redundancy costs                                     |           | <u>6,600</u>        | <u>—</u>            |
| <b>OPERATING PROFIT</b>                              | <b>4</b>  | <b>13,650</b>       | <b>17,886</b>       |
| Interest receivable                                  | <b>8</b>  | 25                  | 67                  |
| Interest payable and similar charges                 | <b>9</b>  | <u>(8,815)</u>      | <u>(8,429)</u>      |
| <b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b> |           | <b>4,860</b>        | <b>9,524</b>        |
| Tax on profit on ordinary activities                 | <b>10</b> | <u>5</u>            | <u>—</u>            |
| <b>PROFIT FOR THE FINANCIAL YEAR</b>                 |           | <b><u>4,855</u></b> | <b><u>9,524</u></b> |

All of the activities of the company are classed as continuing

The company has no recognised gains or losses other than the results for the  
year as set out above

The notes on pages 6 to 13 form part of these unaudited financial statements

# GREEN VALET LIMITED

## BALANCE SHEET

29TH FEBRUARY 2008

|  | Note | 2008<br>£      | 2007<br>£      |
|--|------|----------------|----------------|
| <b>FIXED ASSETS</b>  |      |                |                |
| Intangible assets  | 12   | 11,348         | 15,861         |
| Tangible assets  | 13   | 74,907         | 79,781         |
| Investments  | 14   | 1,000          | 1,000          |
|  |      | <u>87,255</u>  | <u>96,642</u>  |
| <b>CURRENT ASSETS</b>  |      |                |                |
| Stocks   | 15   | 165,842        | 150,208        |
| Debtors  | 16   | 318,203        | 284,352        |
| Cash at bank and in hand                                       |      | 50             | 50             |
|  |      | <u>484,095</u> | <u>434,610</u> |
| <b>CREDITORS. Amounts falling due within one year</b>          | 17   | <u>363,349</u> | <u>291,103</u> |
| <b>NET CURRENT ASSETS</b>                                      |      | <u>120,746</u> | <u>143,507</u> |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>                   |      | <u>208,001</u> | <u>240,149</u> |
| <b>CREDITORS. Amounts falling due after more than one year</b> | 18   | <u>45,673</u>  | <u>82,676</u>  |
|  |      | <u>162,328</u> | <u>157,473</u> |
| <b>CAPITAL AND RESERVES</b>                                    |      |                |                |
| Called-up equity share capital                                 | 22   | 1,688,225      | 1,688,225      |
| Profit and loss account  | 23   | (1,525,897)    | (1,530,752)    |
| <b>SHAREHOLDERS' FUNDS</b>                                     | 24   | <u>162,328</u> | <u>157,473</u> |

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the unaudited financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act

The directors acknowledge their responsibilities for

- ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- preparing unaudited financial statements which give a true and fair view of the state of affairs of the company as 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 unaudited financial statements, so far as applicable to the company

These unaudited financial statements were approved by the directors and authorised for issue on *✓ May 28, 2008*, and are signed on their behalf by

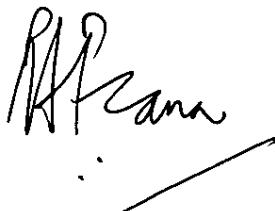
*✓*

M J BRADSHAW



*✓*

R A PEGNA



The notes on pages 6 to 13 form part of these unaudited financial statements

**GREEN VALET LIMITED**  
**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**  
**YEAR ENDED 29TH FEBRUARY 2008**

**1 ACCOUNTING POLICIES**

**Basis of accounting**

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

**Consolidation**

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts

**Cash flow statement**

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the unaudited financial statements on the grounds that the company is small

**Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax

**Research and development**

Development costs incurred on specific projects are capitalised when recoverability can be assessed with reasonable certainty and amortised in line with expected sales arising from the projects. All other development costs are written off in the year of expenditure

**Amortisation**

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

|                              |                            |
|------------------------------|----------------------------|
| Intellectual Property Rights | - 20% straight line        |
| Development Expenditure      | - 20% to 33% straight line |

**Fixed assets**

All fixed assets are initially recorded at cost

**Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

|                                  |                            |
|----------------------------------|----------------------------|
| Plant & machinery                | - 12 50%/25% straight line |
| Fixtures, fittings and equipment | - 25% straight line        |
| Motor vehicles                   | - 25/30% straight line     |

**Stocks**

Stocks are stated at the lower of cost and net realisable value. Cost is computed on a first in first out basis. The cost of work in progress and finished goods includes all production overheads and depreciation and the attributable proportion of indirect overheads based on the normal level of activity. Net realisable value is based on estimated selling price less the estimated cost of disposal



# GREEN VALET LIMITED

## NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

YEAR ENDED 29TH FEBRUARY 2008

### 1 ACCOUNTING POLICIES *(continued)*

#### Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

#### Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

#### Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

#### Deferred taxation

The accounting policy in respect of deferred tax reflects the requirements of FRS 19 "Deferred Tax". Deferred tax is provided on the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred is accounted for in respect of all material timing differences. The company has not adopted a policy of discounting deferred tax assets and liabilities.

#### Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

### 2 TURNOVER

The turnover and profit before tax are attributable to the one principal activity of the company.

An analysis of turnover is given below:

|                | 2008<br>£        | 2007<br>£      |
|----------------|------------------|----------------|
| United Kingdom | <u>1,113,235</u> | <u>969,787</u> |

### 3 OTHER OPERATING INCOME

|                        | 2008<br>£ | 2007<br>£  |
|------------------------|-----------|------------|
| Other operating income | <u>-</u>  | <u>250</u> |

**GREEN VALET LIMITED**  
**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**  
**YEAR ENDED 29TH FEBRUARY 2008**

**4 OPERATING PROFIT**

Operating profit is stated after charging/(crediting)

|  | 2008          | 2007            |
|--|---------------|-----------------|
|  | £             | £               |
| Amortisation   | 15,934        | 9,711           |
| Depreciation of owned fixed assets                         | 4,323         | 15,524          |
| Depreciation of assets held under hire purchase agreements | 8,114         | 8,411           |
| Profit on disposal of fixed assets                         | -             | (828)           |
| Operating lease costs                                      |               |                 |
| Other  | <u>17,060</u> | <u>21,844</u>   |
| Inter group company balance written back                   | <u>-</u>      | <u>(27,267)</u> |

**5. INTER GROUP COMPANY BALANCE WRITTEN BACK**

An unreconcilable difference on funding of £27,267 arising between the inter company account balance of Green Valet Limited and that of GV Rentals Limited as at 28th February 2007 has been written back in the accounts of Green Valet Limited

**6 PARTICULARS OF EMPLOYEES**

The average number of staff employed by the company during the financial year amounted to

|                                | 2008      | 2007      |
|--------------------------------|-----------|-----------|
|                                | No        | No        |
| Number of administrative staff | <u>10</u> | <u>11</u> |

The aggregate payroll costs of the above were

|                       | 2008           | 2007           |
|-----------------------|----------------|----------------|
|                       | £              | £              |
| Wages and salaries    | 201,174        | 194,089        |
| Social security costs | 18,502         | 17,638         |
| Other pension costs   | 8,432          | 3,574          |
| Redundancy costs      | 6,600          | -              |
|                       | <u>234,708</u> | <u>215,301</u> |

**7 DIRECTORS' EMOLUMENTS**

The directors' aggregate emoluments in respect of qualifying services were

|  | 2008          | 2007          |
|--|---------------|---------------|
|  | £             | £             |
| Emoluments receivable  | 67,173        | 62,624        |
| Value of company pension contributions to money purchase schemes | 8,432         | 1,226         |
|  | <u>75,605</u> | <u>63,850</u> |

The number of directors who accrued benefits under company pension schemes was as follows

|                        | 2008     | 2007     |
|------------------------|----------|----------|
|                        | No       | No       |
| Money purchase schemes | <u>2</u> | <u>2</u> |

**GREEN VALET LIMITED**  
**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**  
**YEAR ENDED 29TH FEBRUARY 2008**

**8 INTEREST RECEIVABLE**

|                          | 2008<br>£ | 2007<br>£ |
|--------------------------|-----------|-----------|
| Bank interest receivable | <u>25</u> | <u>67</u> |

**9 INTEREST PAYABLE AND SIMILAR CHARGES**

|                                    | 2008<br>£    | 2007<br>£    |
|------------------------------------|--------------|--------------|
| Interest payable on bank borrowing | 7,027        | 6,516        |
| Finance charges                    | <u>1,788</u> | <u>1,913</u> |
|                                    | <u>8,815</u> | <u>8,429</u> |

**10 TAXATION ON ORDINARY ACTIVITIES**

**(a) Analysis of charge in the year**

|  | 2008<br>£ | 2007<br>£ |
|--|-----------|-----------|
| Current tax  |           |           |
| UK Corporation tax based on the results for the year at 20% (2007 - 19%) | <u>5</u>  | -         |
| Total current tax  | <u>5</u>  | -         |

There is no liability to taxation due to the losses for the year and past taxation losses

**(b) Factors affecting current tax charge**

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 20% (2007 - 19%)

|  | 2008<br>£      | 2007<br>£    |
|--|----------------|--------------|
| Profit on ordinary activities before taxation            | <u>4,860</u>   | <u>9,524</u> |
| Profit on ordinary activities by rate of tax             | 972            | 1,810        |
| Expenses not deductible                                  | 65             | -            |
| Capital allowances (in excess of)/less than depreciation | 2,469          | 2,778        |
| Income not taxable                                       | -              | (5,228)      |
| Utilisation of tax losses                                | <u>(3,501)</u> | <u>640</u>   |
| Total current tax (note 10(a))                           | <u>5</u>       | -            |

**(c) Factors that may affect future tax charges**

The company has significant accumulated tax losses, which will continue to reduce the company's corporation tax liability in the future

**11. GOING CONCERN**

The financial statements have been prepared on the going concern basis which is dependent upon the continued support of the bank and the shareholders

# GREEN VALET LIMITED

## NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

YEAR ENDED 29TH FEBRUARY 2008

### 12 INTANGIBLE FIXED ASSETS

|                              | Intellectual<br>Property<br>Rights<br>£ | Development<br>Expenditure<br>£ | Total<br>£     |
|------------------------------|---|---------------------------------|----------------|
| <b>COST</b>                  |   |                                 |                |
| At 1st March 2007            | 50,000                                  | 50,392                          | 100,392        |
| Additions                    | –                                       | 11,421                          | 11,421         |
| <b>At 29th February 2008</b> | <u>50,000</u>                           | <u>61,813</u>                   | <u>111,813</u> |
| <b>AMORTISATION</b>          |   |                                 |                |
| At 1st March 2007            | 50,000                                  | 34,531                          | 84,531         |
| Charge for the year          | –                                       | 15,934                          | 15,934         |
| <b>At 29th February 2008</b> | <u>50,000</u>                           | <u>50,465</u>                   | <u>100,465</u> |
| <b>NET BOOK VALUE</b>        |   |                                 |                |
| At 29th February 2008        | –                                       | 11,348                          | 11,348         |
| At 28th February 2007        | –                                       | 15,861                          | 15,861         |

### 13. TANGIBLE FIXED ASSETS

|                              | Plant &<br>Machinery<br>£ | Fixtures &<br>Fittings<br>£ | Motor<br>Vehicles<br>£ | Total<br>£     |
|------------------------------|---------------------------|-----------------------------|------------------------|----------------|
| <b>COST</b>                  |                           |                             |                        |                |
| At 1st March 2007            | 118,103                   | 24,735                      | 43,008                 | 185,846        |
| Additions                    | –                         | 4,863                       | 2,700                  | 7,563          |
| <b>At 29th February 2008</b> | <u>118,103</u>            | <u>29,598</u>               | <u>45,708</u>          | <u>193,409</u> |
| <b>DEPRECIATION</b>          |                           |                             |                        |                |
| At 1st March 2007            | 64,103                    | 19,010                      | 22,952                 | 106,065        |
| Charge for the year          | –                         | 3,279                       | 9,158                  | 12,437         |
| <b>At 29th February 2008</b> | <u>64,103</u>             | <u>22,289</u>               | <u>32,110</u>          | <u>118,502</u> |
| <b>NET BOOK VALUE</b>        |                           |                             |                        |                |
| At 29th February 2008        | <u>54,000</u>             | <u>7,309</u>                | <u>13,598</u>          | <u>74,907</u>  |
| At 28th February 2007        | <u>54,000</u>             | <u>5,725</u>                | <u>20,056</u>          | <u>79,781</u>  |

#### Hire purchase agreements

Included within the net book value of £74,907 is £11,788 (2007 - £19,902) relating to assets held under hire purchase agreements. The depreciation charged to the unaudited financial statements in the year in respect of such assets amounted to £8,114 (2007 - £8,411).

**GREEN VALET LIMITED**  
**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**  
**YEAR ENDED 29TH FEBRUARY 2008**

**14. INVESTMENTS**

**Fixed Asset Investments**

|  | £            |
|--|--------------|
| <b>COST</b>                              |              |
| At 1st March 2007 and 29th February 2008 | <u>1,000</u> |
| <b>NET BOOK VALUE</b>                    |              |
| At 29th February 2008                    | <u>1,000</u> |
| At 28th February 2007                    | <u>1,000</u> |

The investment is in GV Rentals Limited, a company registered in England and Wales. Green Valet Limited holds 100% of the issued ordinary share capital of GV Rentals Limited. The principal activity of GV Rentals Limited is that of renting industrial machinery. For the year ended 28th February 2008 GV Rentals Limited achieved a loss of £45,359 and at 28th February 2008 its net liabilities were £(22,828).

**15 STOCKS**

|                | 2008<br>£      | 2007<br>£      |
|----------------|----------------|----------------|
| Finished goods | <u>165,842</u> | <u>150,208</u> |

**16 DEBTORS**

|                                    | 2008<br>£      | 2007<br>£      |
|------------------------------------|----------------|----------------|
| Trade debtors                      | 242,884        | 218,691        |
| Amounts owed by group undertakings | 52,477         | 49,957         |
| Other debtors                      | 6,550          | 2,910          |
| Called up share capital not paid   | 3,648          | 3,648          |
| Prepayments and accrued income     | 12,644         | 9,146          |
|                                    | <u>318,203</u> | <u>284,352</u> |

**17 CREDITORS Amounts falling due within one year**

|                              | 2008<br>£      | 2007<br>£      |
|------------------------------|----------------|----------------|
| Bank loans and overdrafts    | 65,427         | 54,373         |
| Trade creditors              | 226,345        | 187,585        |
| Corporation tax              | 5              | —              |
| PAYE and social security     | 5,816          | 5,756          |
| VAT                          | 20,096         | 14,467         |
| Hire purchase agreements     | 7,423          | 7,422          |
| Other creditors              | 32,489         | 12,000         |
| Directors current accounts   | 996            | 996            |
| Accruals and deferred income | 4,752          | 8,504          |
|                              | <u>363,349</u> | <u>291,103</u> |

The bank loans and overdraft are secured by a mortgage debenture dated 31st March 1995 over the business assets of the company.

Obligations under hire purchase and finance lease contracts are secured on the assets concerned.

**GREEN VALET LIMITED**  
**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**  
**YEAR ENDED 29TH FEBRUARY 2008**

**18 CREDITORS** Amounts falling due after more than one year

|                          | 2008          | 2007          |
|--------------------------|---------------|---------------|
|                          | £             | £             |
| Bank loans               | 836           | 18,718        |
| Hire purchase agreements | 5,837         | 13,245        |
| Unsecured loan           | 39,000        | 50,713        |
|                          | <u>45,673</u> | <u>82,676</u> |

The bank loans are secured by a mortgage debenture dated 31st March 1995 over the business assets of the company

Obligations under hire purchase and finance lease contracts are secured on the assets concerned

**19 COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS**

Future commitments under hire purchase agreements are as follows

|                                       | 2008          | 2007          |
|---------------------------------------|---------------|---------------|
|                                       | £             | £             |
| Amounts payable within 1 year         | 7,423         | 7,422         |
| Amounts payable between 1 and 2 years | 5,837         | 7,422         |
| Amounts payable between 3 and 5 years | -             | 5,823         |
|                                       | <u>13,260</u> | <u>20,667</u> |

**20 COMMITMENTS UNDER OPERATING LEASES**

At 29th February 2008 the company had annual commitments under non-cancellable operating leases as set out below

|                               | Land & Buildings |               |
|-------------------------------|------------------|---------------|
|                               | 2008             | 2007          |
|                               | £                | £             |
| Operating leases which expire |                  |               |
| Within 1 year                 | -                | 17,060        |
|                               | <u>-</u>         | <u>17,060</u> |

**21 RELATED PARTY TRANSACTIONS**

The following disclosures are given in accordance with Financial Reporting Standard 8 (FRS 8) "Related Party Disclosures"

**Control**

No one person has control of the company

During the year the company sold goods and services for £15,668 (2007 £22,000) to GV Rentals Limited, a company which has mutual directors and is 100% owned by the company. At the balance sheet date £52,477 was owed by GV Rentals Limited.

Creditors includes £455, £416 and £125 due to the directors, M J Bradshaw, R A Pegna and J F Layton respectively. Other creditors also includes a loan from Mrs R Pegna, the mother of the director R A Pegna. The amount outstanding at the year end was £20,000.

**GREEN VALET LIMITED**  
**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**  
**YEAR ENDED 29TH FEBRUARY 2008**

**22 SHARE CAPITAL**

**Authorised share capital:**

|   | 2008<br>£        | 2007<br>£        |
|---|------------------|------------------|
| 10,520,000 Ordinary shares of £0 25 each      | 2,630,000        | 2,630,000        |
| 5,000,000 Ordinary 'A' shares of £0 10 each   | 500,000          | 500,000          |
| 24,000,000 Ordinary 'B' shares of £0 025 each | 600,000          | 600,000          |
|   | <u>3,730,000</u> | <u>3,730,000</u> |

**Allotted and called up.**

|                                    | 2008<br>No        | £                | 2007<br>No        | £                |
|------------------------------------|-------------------|------------------|-------------------|------------------|
| Ordinary shares of £0 25 each      | 4,527,412         | 1,131,853        | 4,527,412         | 1,131,853        |
| Ordinary 'A' shares of £0 10 each  | 3,246,850         | 324,685          | 3,246,850         | 324,685          |
| Ordinary 'B' shares of £0 025 each | 9,267,480         | 231,687          | 9,267,480         | 231,687          |
|                                    | <u>17,041,742</u> | <u>1,688,225</u> | <u>17,041,742</u> | <u>1,688,225</u> |

The amounts of paid up share capital for the following categories of shares differed from the called up share capital stated above due to unpaid calls and were as follows

|                 | 2008<br>£    | 2007<br>£    |
|-----------------|--------------|--------------|
| Ordinary shares | <u>3,648</u> | <u>3,648</u> |

**23. PROFIT AND LOSS ACCOUNT**

|                               | 2008<br>£          | 2007<br>£          |
|-------------------------------|--------------------|--------------------|
| Balance brought forward       | (1,530,752)        | (1,540,276)        |
| Profit for the financial year | 4,855              | 9,524              |
| Balance carried forward       | <u>(1,525,897)</u> | <u>(1,530,752)</u> |

**24 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

|                               | 2008<br>£      | 2007<br>£      |
|-------------------------------|----------------|----------------|
| Profit for the financial year | 4,855          | 9,524          |
| Opening shareholders' funds   | 157,473        | 147,949        |
| Closing shareholders' funds   | <u>162,328</u> | <u>157,473</u> |