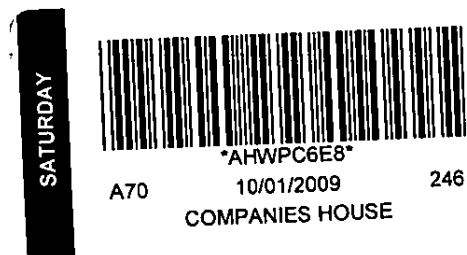


NICK KENWARD CONSTRUCTION LIMITED
DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2008

Company Registration No. 4435952 (England And Wales)



NICK KENWARD CONSTRUCTION LIMITED

COMPANY INFORMATION

Director	N Kenward
Secretary	L Spooner
Company number	4435952
Registered office	Old Wattlehurst Farm House Dorking Road Kingsfold, West Sussex RH12 3SD
Accountants	Kingston Smith LLP Surrey House 36-44 High Street Redhill Surrey RH1 1RH

NICK KENWARD CONSTRUCTION LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 JULY 2008

The director presents his report and financial statements for the year ended 31 July 2008.

Principal activities

The principal activity of the company continued to be that of groundworks contractor and the provision of plant hire.

Director

The following director has held office since 1 August 2007:

N Kenward

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 those 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 that disclose with reasonable accuracy at any time the financial position of the company and 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.

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

By order of the board



.....
L Spooner

Secretary
23/12/2008
.....

NICK KENWARD CONSTRUCTION LIMITED

ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF NICK KENWARD CONSTRUCTION LIMITED

In accordance with the engagement letter, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of Nick Kenward Construction Limited for the year ended 31 July 2008, set out on pages 3 to 11 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 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 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 as at 31 July 2008 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.



Kingston Smith LLP

Chartered Accountants

24 December 2008

Surrey House
36-44 High Street
Redhill
Surrey
RH1 1RH

NICK KENWARD CONSTRUCTION LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 JULY 2008

	Notes	2008 £	2007 £
Turnover		3,894,069	2,993,957
Cost of sales		(3,167,121)	(2,457,631)
Gross profit		726,948	536,326
Administrative expenses		(313,811)	(267,729)
Other operating income		250	250
Operating profit	2	413,387	268,847
Interest receivable and similar income	3	9,008	941
Interest payable and similar charges		(2,279)	(6,632)
Profit on ordinary activities before taxation		420,116	263,156
Tax on profit on ordinary activities	4	(99,675)	(51,196)
Profit for the year	12	320,441	211,960

NICK KENWARD CONSTRUCTION LIMITED

BALANCE SHEET AS AT 31 JULY 2008

	Notes	2008 £	£	2007 £	£
Fixed assets					
Intangible assets	6	43,625		45,600	
Tangible assets	7	24,095		26,828	
			<hr/>		<hr/>
			67,720		72,428
Current assets					
Stocks		11,352		14,968	
Debtors	8	528,884		596,328	
Cash at bank and in hand		453,297		33,358	
			<hr/>		<hr/>
		993,533		644,654	
Creditors: amounts falling due within one year	9	(548,357)		(513,112)	
			<hr/>		<hr/>
Net current assets		445,176		131,542	
			<hr/>		<hr/>
Total assets less current liabilities		512,896		203,970	
Creditors: amounts falling due after more than one year	10	-		(807)	
			<hr/>		<hr/>
		512,896		203,163	
			<hr/>		<hr/>
Capital and reserves					
Called up share capital	11	2		2	
Profit and loss account	12	512,894		203,161	
			<hr/>		<hr/>
Shareholders' funds		512,896		203,163	
			<hr/>		<hr/>

NICK KENWARD CONSTRUCTION LIMITED

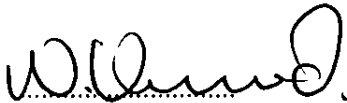
BALANCE SHEET (CONTINUED) AS AT 31 JULY 2008

In preparing these financial statements:

- (a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The director acknowledges his responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts 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 this Act relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2007).

Approved by the Board for issue on 23.12.08



N Kenward
Director

NICK KENWARD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2008

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

1.2 Turnover

Turnover represents amounts receivable for work done and services rendered net of VAT.

1.3 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	25% Reducing Balance
Fixtures, fittings & equipment	25% Reducing Balance
Motor vehicles	25% Reducing Balance

1.5 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.6 Stock

Stock is valued at the lower of cost and net realisable value.

1.7 Long term contracts

Amounts recoverable on long term contracts, which are included in debtors, are stated at the net sales value of the work done after provision for contingencies and anticipated future losses on contracts, less amounts received as progress payments on account. Excess progress payments are included in creditors as payments on account.

2 Operating profit

	2008	2007
	£	£
Operating profit is stated after charging:		
Amortisation of intangible assets	13,225	7,600
Depreciation of tangible assets	8,033	8,953
Director's emoluments	5,310	5,040

NICK KENWARD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2008

3	Interest receivable and similar income	2008	2007
		£	£
	Bank interest	9,008	249
	Other interest	-	692
		<hr/>	<hr/>
		9,008	941
		<hr/>	<hr/>
4	Taxation	2008	2007
		£	£
	Domestic current year tax		
	U.K. corporation tax	99,675	51,098
	Adjustment for prior years	-	98
		<hr/>	<hr/>
	Current tax charge	99,675	51,196
		<hr/>	<hr/>
5	Dividends	2008	2007
		£	£
	Ordinary interim paid	10,708	7,000
		<hr/>	<hr/>

NICK KENWARD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2008

6 Intangible fixed assets

	Goodwill £
Cost	
At 1 August 2007	76,000
Additions	11,250
	<hr/>
At 31 July 2008	87,250
	<hr/>
Amortisation	
At 1 August 2007	30,400
Charge for the year	13,225
	<hr/>
At 31 July 2008	43,625
	<hr/>
Net book value	
At 31 July 2008	43,625
	<hr/> <hr/>
At 31 July 2007	45,600
	<hr/> <hr/>

Goodwill was acquired in 2003 on the acquisition of a business and is being amortised over its estimated useful life of 10 years on a straight line basis.

Goodwill acquired in 2008 on the acquisition of a business is being amortised over its estimated useful life of 2 years on a straight line basis.

NICK KENWARD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2008

7 Tangible fixed assets

	Plant and machinery etc
	£
Cost	
At 1 August 2007	47,272
Adjustment to brought forward balance	965
Additions	5,300
	<hr/>
At 31 July 2008	53,537
	<hr/>
Depreciation	
At 1 August 2007	20,444
Adjustment to brought forward balance	965
Charge for the year	8,033
	<hr/>
At 31 July 2008	29,442
	<hr/>
Net book value	
At 31 July 2008	24,095
	<hr/>
At 31 July 2007	26,828
	<hr/>

The net book value of tangible fixed assets includes £5,273 (2007 - £7,031) in respect of assets held under finance leases or hire purchase contracts. The depreciation charge in respect of such assets amounted to £1,758 (2007 - £2,346) for the year.

8 Debtors

	2008 £	2007 £
Trade debtors	337,639	415,938
Amounts recoverable on long term contracts	181,936	168,447
Other debtors	9,309	11,943
	<hr/>	<hr/>
	528,884	596,328
	<hr/>	<hr/>

NICK KENWARD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2008

9	Creditors: amounts falling due within one year	2008 £	2007 £
	Bank loans and overdrafts	-	82,078
	Net obligations under hire purchase contracts	807	4,565
	Trade creditors	264,572	313,194
	Taxation and social security	189,947	71,501
	Other creditors	93,031	41,774
		<u>548,357</u>	<u>513,112</u>

The bank overdraft is secured by a fixed and floating charge over the assets of the company.

10	Creditors: amounts falling due after more than one year	2008 £	2007 £
	Net obligations under hire purchase contracts	-	807
		<u>-</u>	<u>807</u>

11	Share capital	2008 £	2007 £
	Authorised		
	1,000 Ordinary Shares of £1 each	<u>1,000</u>	<u>1,000</u>
	Allotted, called up and fully paid		
	2 Ordinary Shares of £1 each	<u>2</u>	<u>2</u>

12	Statement of movements on profit and loss account	Profit and loss account £
	Balance at 1 August 2007	203,161
	Profit for the year	320,441
	Dividends paid	(10,708)
	Balance at 31 July 2008	<u>512,894</u>

NICK KENWARD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2008

13 Transactions with directors

At the year end N Kenward and M Kenward were owed £7,563 (2007 - £7,000) by the company.

14 Control

The company is controlled by N Kenward due to his majority shareholding.

15 Related party transactions

Nick Kenward Groundworks, a business owned by the director, leased assets to the company on an arms length basis. This amounted to £380,430 (2007 - £226,848) during the year.