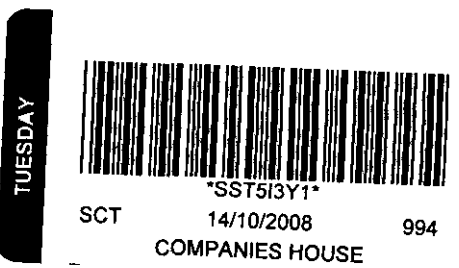


ARMSTRONG WASTE MANAGEMENT LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2008



ARMSTRONG WASTE MANAGEMENT LIMITED

**INDEPENDENT AUDITORS' REPORT TO ARMSTRONG WASTE MANAGEMENT LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts, which comprise the abbreviated balance sheet and the related notes, together with the financial statements of Armstrong Waste Management Limited for the year ended 31 March 2008 prepared under section 226 of the Companies Act 1985

This report is made solely to the company, as a body, 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 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 for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

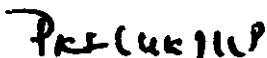
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 (5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions 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 to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts are properly prepared in accordance with those provisions.



PKF (UK) LLP

Edinburgh, UK

Date 10 October 2008

ARMSTRONG WASTE MANAGEMENT LIMITED

**ABBREVIATED BALANCE SHEET
AS AT 31 MARCH 2008**

	Note	£	2008 £	£	2007 £
FIXED ASSETS					
Tangible fixed assets	2		2,321,697		1,126,556
CURRENT ASSETS					
Stocks		54,638		77,218	
Debtors		533,192		442,428	
Cash at bank		60,871		21,403	
		<u>648,701</u>		<u>541,049</u>	
CREDITORS amounts falling due within one year	3	(918,068)		(532,761)	
NET CURRENT (LIABILITIES)/ASSETS			(269,367)		8,288
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>2,052,330</u>		<u>1,134,844</u>
CREDITORS amounts falling due after more than one year	4		(792,074)		(218,258)
PROVISIONS FOR LIABILITIES					
Deferred tax		(52,766)		(101,550)	
Other provisions		<u>(258,978)</u>		<u>(124,582)</u>	
			(311,744)		(226,132)
NET ASSETS			<u><u>948,512</u></u>		<u><u>690,454</u></u>
CAPITAL AND RESERVES					
Called up share capital	5		2		2
Profit and loss account			<u>948,510</u>		<u>690,452</u>
SHAREHOLDERS' FUNDS			<u><u>948,512</u></u>		<u><u>690,454</u></u>

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved and authorised for issue by the board and were signed on its behalf on


John A Armstrong
Director

8/10/08

The notes on pages 3 to 6 form part of these financial statements

ARMSTRONG WASTE MANAGEMENT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2008

1 ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

1.2 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts. Invoices are raised and revenue recognised on completion of services to customers

1.3 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 of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Motor vehicles	20 50% straight line
Plant & equipment & office equipment	10 50% straight line

The landfill restoration assets are written off by equal instalments over their expected lives of 8 and 21 years respectively

1.4 Restoration and closure costs

The total costs of reinstatement of soil excavation and of surface restoration are recognised as a provision when the obligation arises. The amount provided represents the present value of the future expected costs. Costs are charged to the provision as incurred and the unwinding of the discount is included in the interest charge for the year. An asset is created for an amount equivalent to the initial provision and depreciated according to the policy above

1.5 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. 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

1.6 Operating leases

Rentals under operating leases are charged on a straight line basis over the lease term

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate

ARMSTRONG WASTE MANAGEMENT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2008

1 ACCOUNTING POLICIES (continued)

1 7 Stocks

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

1 8 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1 9 Pensions

The company previously operated a defined contribution pension scheme but now contributes to personal pension arrangements. The pension charge represents the amounts payable by the company to the arrangements in respect of the year.

ARMSTRONG WASTE MANAGEMENT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2008

2 TANGIBLE FIXED ASSETS

	£
Cost	
At 1 April 2007	2,751,910
Additions	1,496,084
Disposals	(12,251)
	<hr/>
At 31 March 2008	4,235,743
Depreciation	
At 1 April 2007	1,625,354
Charge for the year	300,940
On disposals	(12,248)
	<hr/>
At 31 March 2008	1,914,046
Net book value	
At 31 March 2008	<hr/> 2,321,697 <hr/>
At 31 March 2007	<hr/> 1,126,556 <hr/>

3 CREDITORS

Amounts falling due within one year

Included in creditors are bank loans and overdrafts of £50,817 (2007 £NIL) which are secured by a bond and floating charge over the assets of the company

Included in creditors are finance lease and hire purchase creditors of £197,237 (2007 £146,668) which are secured on the assets concerned

4. CREDITORS.

Amounts falling due after more than one year

Creditors falling due after more than one year amount to £792,074. Included within this balance are finance lease and hire purchase creditors of £169,797 (2007 £148,981) which are secured on the assets concerned

5 SHARE CAPITAL

	2008 £	2007 £
Authorised		
1,000 Ordinary shares of £1 each	<hr/> 1,000 <hr/>	<hr/> 1,000 <hr/>
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	<hr/> 2 <hr/>	<hr/> 2 <hr/>

ARMSTRONG WASTE MANAGEMENT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2008

6 RELATED PARTY TRANSACTIONS

During the year, the company had sales of £95,414 (2007 £116,045) and purchases of £103,201 (2007 £209,037) with Molplant Limited, a company in which J A Armstrong and B Winter are directors. At the balance sheet date £18,712 (2007 £28,307) was due from and £19,180 (2007 £12,147) was due to Molplant Limited.

The company also had sales of £13,943 (2007 £11,734) and purchases of £10,929 (2007 £1,426) with R Earsman Limited, a company in which J A Armstrong is a shareholder. At the balance sheet date £2,349 (2007 £1,639) was due from and £1,106 (2007 £NIL) was due to R Earsman Limited.

The company had sales of £NIL (2007 £1,080) with Armstrong Properties (Scotland) Limited, a company in which J A Armstrong, J M Hunter and B Winter are directors. At the balance sheet date £NIL (2007 £13,000) was due from Armstrong Properties (Scotland) Limited.

During the year the company purchased a landfill site from J A Armstrong, a director for £830,000. Included within other creditors is an amount of £762,277 (2007 £69,277) due to J A Armstrong, a director of the company. The maximum amount outstanding during the year was £762,277.