

Registration number 05227170

SARC Construction Limited

Director's Report and Unaudited Financial Statements
for the Year Ended 30 November 2007

Martin Foster & Co Limited
AIMS Accountants for Business
Unit 3, Manor Farm
Lower Caldecote
Biggleswade
Bedfordshire
SG18 9BB

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SARC Construction Limited

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The following pages do not form part of the statutory financial statements

Detailed profit and loss account	11 to 13
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SARC Construction Limited
Officers and Advisers

Director	Craig Smith
Secretary	Claire R Smith
Registered office	75 Lawrence Road Biggleswade Bedfordshire SG18 0LT
Bankers	Lloyds TSB Bank plc Biggleswade 35 High Street Biggleswade Bedfordshire SG18 0JD
Accountants	Martin Foster & Co Limited AIMS Accountants for Business Unit 3, Manor Farm Lower Caldecote Biggleswade Bedfordshire SG18 9BB

SARC Construction Limited
Director's Report for the Year Ended 30 November 2007

The director presents his report and the financial statements for the year ended 30 November 2007

Principal activity

The principal activity of the company is building and construction services

Director

The director who held office during the year was as follows

- Craig Smith

Election to dispense laying accounts

In accordance with s 252, Companies Act 1985, the company has elected to dispense with laying accounts before the members in general meeting. Members, however, may by notice in writing to the company at its registered office require that accounts are laid before the members in general meeting.

Small company provisions

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

Approved by the Board on 30 April 2008 and signed on its behalf by



Claire R Smith
Company Secretary

Accountants' Report to the Director on the Unaudited Financial Statements of SARC Construction Limited

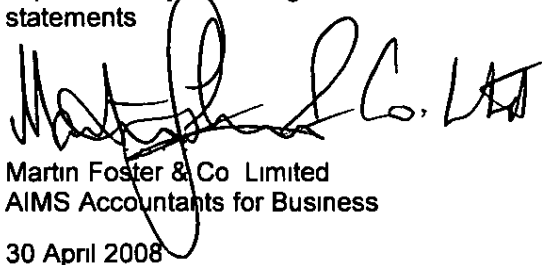
In accordance with the engagement letter, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and Loss Account, the Balance Sheet, and the related notes from the accounting records and information 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 our 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 that 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 30 November 2007 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.



Martin Foster & Co. Limited
AIMS Accountants for Business

30 April 2008

Unit 3, Manor Farm
Lower Caldecote
Biggleswade
Bedfordshire
SG18 9BB

SARC Construction Limited
Profit and Loss Account for the Year Ended 30 November 2007

	Note	2007 £	2006 £
Turnover		166,121	206,392
Cost of sales		(127,121)	(176,177)
Gross profit		<u>39,000</u>	<u>30,215</u>
Administrative expenses		(35,258)	(33,067)
Other operating income		1,350	500
Operating profit/(loss)	2	<u>5,092</u>	<u>(2,352)</u>
Other interest receivable and similar income		3	-
Interest payable and similar charges		-	(9)
Profit/(loss) on ordinary activities before taxation		<u>5,095</u>	<u>(2,361)</u>
Tax on profit/(loss) on ordinary activities	5	(1,208)	253
Profit/(loss) for the financial year		<u><u>3,887</u></u>	<u><u>(2,108)</u></u>

The notes on pages 6 to 10 form an integral part of these financial statements


SARC Construction Limited
Balance Sheet as at 30 November 2007

		2007		2006	
	Note	£	£	£	£
Fixed assets					
Intangible assets	6		9,025		10,346
Tangible assets	7		<u>2,823</u>		<u>5,790</u>
			11,848		16,136
Current assets					
Debtors	8	7,068		23,922	
Cash at bank and in hand		<u>2,486</u>		<u>-</u>	
		9,554		23,922	
Creditors: Amounts falling due within one year	9	<u>(22,144)</u>		<u>(44,687)</u>	
Net current liabilities			<u>(12,590)</u>		<u>(20,765)</u>
Net liabilities			<u>(742)</u>		<u>(4,629)</u>
Capital and reserves					
Called up share capital	10		100		100
Profit and loss reserve	11		<u>(842)</u>		<u>(4,729)</u>
Equity shareholders' deficit			<u>(742)</u>		<u>(4,629)</u>

For the financial year ended 30 November 2007, the company was entitled to exemption from audit under section 249A(1) of the Companies Act 1985, and no notice has been deposited under section 249B(2) requesting an audit. The director acknowledges his responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the 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 Companies Act 1985, so far as applicable to the company.

The 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 2005).

These accounts were approved by the Director on 30 April 2008



Craig Smith
Director

SARC Construction Limited

Notes to the Financial Statements for the Year Ended 30 November 2007

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

Cash flow statement

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirements to prepare such a statement

Going concern

These financial statements have been prepared on a going concern basis

Turnover

Turnover represents the invoiced value of sales of goods, net of value added tax

Amortisation

Amortisation is provided on intangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows

Goodwill	10% straight line basis
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Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows

Plant and machinery	20% straight line basis
Fixtures and fittings	10% straight line basis
Motor vehicles	25% straight line basis

Goodwill

Goodwill is the difference between the fair value of consideration paid for an acquired entity and the aggregate of the fair value of that entity's identifiable assets and liabilities

Positive goodwill is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful economic life. It is reviewed for impairment at the end of the first full financial year following the acquisition and in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable

Deferred taxation

Deferred tax is provided in full on timing differences which represent a liability at the balance sheet date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income or expenditure in tax computations in periods different from those in which they are included in the financial statements. Deferred tax assets are recognised only to the extent that it is more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted

SARC Construction Limited

Notes to the Financial Statements for the Year Ended 30 November 2007

continued

2 Operating profit/(loss)

Operating profit/(loss) is stated after charging

	2007 £	2006 £
Depreciation of tangible fixed assets	2,966	3,214
Amortisation of goodwill	1,321	1,431
	<u> </u>	<u> </u>

3 Director's emoluments

The director's emoluments for the year are as follows

	2007 £	2006 £
Director's emoluments (including benefits in kind)	5,035	4,974
	<u> </u>	<u> </u>

4 Particulars of employees

The aggregate payroll costs of these persons were as follows

	2007 £	2006 £
Wages and salaries	19,816	9,831
Social security	473	68
	<u>20,289</u>	<u>9,899</u>

5 Taxation

Analysis of current period tax charge/(credit)

	2007 £	2006 £
Current tax		
Corporation tax charge	1,097	-
	<u> </u>	<u> </u>
Deferred tax		
Origination and reversal of timing differences	111	(253)
	<u> </u>	<u> </u>
Total tax on profit/(loss) on ordinary activities	<u>1,208</u>	<u>(253)</u>

SARC Construction Limited

Notes to the Financial Statements for the Year Ended 30 November 2007

continued

6 Intangible fixed assets

	Goodwill £
Cost	
As at 1 December 2006 and 30 November 2007	<u>13,207</u>
Amortisation	
As at 1 December 2006	2,861
Charge for the year	<u>1,321</u>
As at 30 November 2007	<u>4,182</u>
Net book value	
As at 30 November 2007	<u>9,025</u>
As at 30 November 2006	<u>10,346</u>

7 Tangible fixed assets

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Total £
Cost				
As at 1 December 2006 and 30 November 2007	<u>1,269</u>	<u>163</u>	<u>10,785</u>	<u>12,217</u>
Depreciation				
As at 1 December 2006	550	35	5,842	6,427
Charge for the year	<u>254</u>	<u>17</u>	<u>2,696</u>	<u>2,967</u>
As at 30 November 2007	<u>804</u>	<u>52</u>	<u>8,538</u>	<u>9,394</u>
Net book value				
As at 30 November 2007	<u>465</u>	<u>111</u>	<u>2,247</u>	<u>2,823</u>
As at 30 November 2006	<u>719</u>	<u>128</u>	<u>4,943</u>	<u>5,790</u>

SARC Construction Limited

Notes to the Financial Statements for the Year Ended 30 November 2007

continued

8 Debtors

	2007 £	2006 £
Trade debtors	802	20,893
Other debtors	5,859	2,511
Deferred tax	407	518
	<u>7,068</u>	<u>23,922</u>

Deferred tax

Deferred tax is provided at 20.00% (2006 - 19.00%)

	2007 £	2006 £
Trading losses	-	-

9 Creditors: Amounts falling due within one year

	2007 £	2006 £
Bank loans and overdrafts	-	12
Trade creditors	9,170	9,035
Corporation tax	1,097	-
Director current accounts	11,877	35,640
	<u>22,144</u>	<u>44,687</u>

10 Share capital

	2007 £	2006 £
Authorised		
Equity		
1,000 Ordinary shares shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
Equity		
100 Ordinary shares shares of £1 each	<u>100</u>	<u>100</u>

SARC Construction Limited

Notes to the Financial Statements for the Year Ended 30 November 2007

continued

11 Reserves

	Profit and loss reserve £
Balance at 1 December 2006	(4,729)
Transfer from profit and loss account for the year	3,887
Balance at 30 November 2007	<u>(842)</u>

12 Related parties

Controlling entity

The company is controlled by the director who owns 100% of the called up share capital