Registered number
1058421

P FLANNERY PLANT HIRE (OVAL) LIMITED

Report and Accounts

31 March 2011

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P.FLANNERY PLANT HIRE (OVAL) LIMITED
Company Information

Directors
P Flannery
M Flannery

Auditors
Buckingham & Company
27A Maxwell Rd
Northwood
Middlesex
HA6 2XY

Head Office
Flannery House
Third Way
Wembley
Middlesex
HA9 OEL

Registered office
27A Maxwell Rd
Northwood
Middlesex
HA6 2XY

Registered number
1058421

P.FLANNERY PLANT HIRE (OVAL) LIMITED
Registered number: 1058421
Directors' Report

The directors present their report and accounts for the year ended 31 March 2011

Principal activities
The company's principal activity during the year continued to be the hiring of plant and machinery to the construction industry

Review of the business
The results for the year are shown on page 5 During a period of slow economic recovery the company achieved an acceptable profit on ordinary activities before taxation of £1,288,211 (2010 - £1,180,116) The directors will continue with their investment in new plant to ensure that their customer expectations are fulfilled by providing the latest machinery The Directors are also confident that as a result of this investment strategy coupled with the continued demand for plant will help deliver profitable results in the future

Dividends
The directors do not recommend any dividends for the year

Directors
The following persons served as directors during the year

P Flannery
M Flannery

Disclosure of information to auditors
Each person who was a director at the time this report was approved confirms that

- so far as he is aware, there is no relevant audit information of which the company's auditor is unaware, and
- he 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 auditor is aware of that information

This report was approved by the board on 24 October 2011 and signed on its behalf

P Flannery
Director

P.FLANNERY PLANT HIRE (OVAL) LIMITED
Statement of Directors' Responsibilities

The directors are responsible for preparing the report and accounts in accordance with applicable law and regulations

Company law requires the directors to prepare accounts for each financial year Under that law the directors have elected to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) Under company law the directors must not approve the accounts unless they are satisfied that they 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 accounts, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts,
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the accounts comply with the Companies Act 2006 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

P FLANNERY PLANT HIRE (OVAL) LIMITED

Independent auditors' report to the shareholders of P FLANNERY PLANT HIRE (OVAL) LIMITED

We have audited the accounts of P FLANNERY PLANT HIRE (OVAL) LIMITED for the year ended 31 March 2011 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement and the related notes The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed

Respective responsibilities of directors and auditors
As explained more fully in the Statement of Directors' Responsibilities, the directors are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view Our responsibility is to audit and express an opinion on the accounts in accordance with applicable law and International Standards on Auditing (UK and Ireland) Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors

Scope of the audit of the accounts
A description of the scope of an audit of financial statements is provided on the APB's website at www frc org uk/apb/scope/private cfm

Opinion on the accounts
In our opinion the accounts

- give a true and fair view of the state of the company's affairs as at 31 March 2011 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006

Opinion on other matters prescribed by the Companies Act 2006
In our opinion the information given in the Directors' Report for the financial year for which the accounts are prepared is consistent with the accounts

Matters on which we are required to report by exception
We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the accounts are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit

S J Smith
(Senior Statutory Auditor)
for and on behalf of
Buckingham & Company
Accountants and Statutory Auditors
24 October 2011

27A Maxwell Rd
Northwood
Middlesex
HA6 2XY

P.FLANNERY PLANT HIRE (OVAL) LIMITED
Profit and Loss Account
for the year ended 31 March 2011

	Notes	2011 £	2010 £
Turnover	2	18,225,169	16,313,048
Cost of sales		(14,173,258)	(12,336,642)
Gross profit		4,051,911	3,976,406
Administrative expenses		(2,364,167)	(2,359,330)
Operating profit	3	1,687,744	1,617,076
Interest receivable		8	814
Interest payable	6	(399,541)	(437,774)
Profit on ordinary activities before taxation		1,288,211	1,180,116
Tax on profit on ordinary activities	7	(383,588)	(360,890)
Profit for the financial year		904,623	819,226

Continuing operations
None of the company's activities were acquired or discontinued during the above two financial years

Statement of total recognised gains and losses
The company has no recognised gains or losses other than the profit for the above two financial years

P.FLANNERY PLANT HIRE (OVAL) LIMITED
Balance Sheet
as at 31 March 2011

	Notes		2011 £		2010 £
Fixed assets					
Tangible assets	8		21,701,343		18,446,423
Current assets					
Debtors	9	5,687,539		4,422,912	
Cash at bank and in hand		665,129		1,060,695	
		6,352,668		5,483,607	
Creditors: amounts falling due within one year	10	(13,194,838)		(10,858,530)	
Net current liabilities			(6,842,170)		(5,374,923)
Total assets less current liabilities			14,859,173		13,071,500
Creditors: amounts falling due after more than one year	11		(4,589,764)		(3,752,778)
Provisions for liabilities					
Deferred taxation	14		(2,106,825)		(2,060,761)
Net assets			8,162,584		7,257,961
Capital and reserves					
Called up share capital	15		100		100
Profit and loss account	16		8,162,484		7,257,861
Shareholders' funds	17		8,162,584		7,257,961

P Flannery
Director
Approved by the board on 24 October 2011

P.FLANNERY PLANT HIRE (OVAL) LIMITED
Cash Flow Statement
for the year ended 31 March 2011

	Notes	2011 £	2010 £
Reconciliation of operating profit to net cash inflow from operating activities			
Operating profit		1,687,744	1,617,076
Depreciation and losses on disposal of assets		2,814,801	2,426,099
Increase in debtors		(1,264,627)	(70,530)
Increase/(decrease) in creditors		82,121	(284,121)
Net cash inflow from operating activities		3,320,039	3,688,524
CASH FLOW STATEMENT			
Net cash inflow from operating activities		3,320,039	3,688,524
Returns on investments and servicing of finance	18	(399,533)	(436,960)
Taxation		(223,324)	(139,760)
Capital expenditure	18	(6,069,721)	(3,615,310)
		(3,372,539)	(503,506)
Financing	18	2,912,829	(1,197,995)
Decrease in cash		(459,710)	(1,701,501)
Reconciliation of net cash flow to movement in net debt			
Decrease in cash in the period		(459,710)	(1,701,501)
(Increase)/decrease in debt and lease financing		(2,912,829)	1,197,995
Change in net debt	19	(3,372,539)	(503,506)
Net debt at 1 April		(9,263,045)	(8,759,539)
Net debt at 31 March		(12,635,584)	(9,263,045)

P.FLANNERY PLANT HIRE (OVAL) LIMITED
Notes to the Accounts
for the year ended 31 March 2011

1 Accounting policies

Basis of preparation
The accounts have been prepared under the historical cost convention and in accordance with applicable United Kingdom Accounting Standards

Turnover
Turnover represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers

Depreciation
Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows

Improvements (including Land & Buildings)	over 5 years
Buildings (including Land & Buildings)	2% per annum on cost
Office Equipment	10% reducing balance
Plant & Machinery - owned and hire purchase	12 5% reducing balance
Motor Vehicle - owned and hire purchase	20% reducing balance

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

Deferred taxation
Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes

Deferred tax is calculated at the tax rates which are expected to apply in the periods when the timing differences will reverse, and discounted to reflect the time value of money using rates based on the post-tax yields to maturity that could be obtained at the balance sheet date on government bonds with similar maturity dates

Foreign currencies
Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date All differences are taken to the profit and loss account

Leasing and hire purchase commitments
Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives The corresponding lease or hire purchase obligation is treated in the balance sheet as a liability

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding

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

Pensions
The company operates a defined contribution pension scheme Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme

2 **Analysis of turnover**	**2011** £	**2010** £
By activity		
Hiring of plant and machinery	18,225,169	16,313,048
By geographical market		
UK	18,225,169	16,313,048

3 **Operating profit**	**2011** £	**2010** £
This is stated after charging		
Depreciation of owned fixed assets	220,247	230,276
Depreciation of assets held under finance leases and hire purchase contracts	2,514,894	2,031,779
Operating lease rentals - plant and machinery	134,665	128,201
Auditors' remuneration for audit services	11,125	10,250
Auditors' remuneration for other services	3,975	4,300

4 Directors' emoluments	2011 £	2010 £
Emoluments	175,000	175,000

5 Staff costs	2011 £	2010 £
Wages and salaries	689,351	772,780
Social security costs	141,428	156,270
Other pension costs	1,800	1,800
	832,579	930,850

Average number of employees during the year	Number	Number
Administration	10	8
Development	3	3
Marketing	3	2
Sales	5	5
	21	18

6 Interest payable	2011 £	2010 £
Bank loans and overdrafts	35,935	21,358
Other interest	2,361	-
Finance charges payable under finance leases and hire purchase contracts	361,245	416,416
	399,541	437,774

7 Taxation

	2011 £	2010 £
Analysis of charge in period		
Current tax		
UK corporation tax on profits of the period	337,524	101,261
Deferred tax		
Origination and reversal of timing differences	46,064	259,629
Tax on profit on ordinary activities	383,588	360,890

Factors affecting tax charge for period

The differences between the tax assessed for the period and the standard rate of corporation tax are explained as follows

	2011 £	2010 £
Profit on ordinary activities before tax	1,288,211	1,180,116
Standard rate of corporation tax in the UK	28%	28%
	£	£
Profit on ordinary activities multiplied by the standard rate of corporation tax	360,699	330,432
Effects of		
Capital allowances for period in excess of depreciation	(67,349)	(304,541)
Expenses not deductible for tax purposes	44,174	75,370
Current tax charge for period	337,524	101,261

Factors that may affect future tax charges

Based on current investment plans the company expects to be able to claim capital allowances in excess of depreciation charges in future years but a slightly lower rate

8 Tangible fixed assets

	Freehold land and buildings £	Motor Vehicles £	Plant and machinery and equipment £	Total £
Cost				
At 1 April 2010	2,784,628	269,980	24,705,680	27,760,288
Additions	-	61,795	7,471,600	7,533,395
Disposals	-	(40,445)	(2,737,091)	(2,777,536)
At 31 March 2011	2,784,628	291,330	29,440,189	32,516,147
Depreciation				
At 1 April 2010	128,990	154,703	9,030,172	9,313,865
Charge for the year	3,641	28,183	2,703,317	2,735,141
On disposals	-	(4,294)	(1,229,908)	(1,234,202)
At 31 March 2011	132,631	178,592	10,503,581	10,814,804
Net book value				
At 31 March 2011	2,651,997	112,738	18,936,608	21,701,343
At 31 March 2010	2,655,638	115,277	15,675,508	18,446,423

The book value of freehold land and buildings that have not been depreciated amount to £2,487,167 (2010 - £2,487,167)

	2011 £	2010 £
Net book value of fixed assets included above held under finance leases and hire purchase contracts	13,111,564	11,639,118

9 Debtors

		2011 £	2010 £
Trade debtors		4,876,277	4,120,803
Amounts owed by related companies	Note 23	84,788	45,333
Other debtors	Note 20	726,474	256,776
		5,687,539	4,422,912

10 Creditors· amounts falling due within one year		2011 £	2010 £
Bank loans and overdrafts		3,598,827	2,734,683
Obligations under finance lease and hire purchase contracts		5,112,122	3,836,279
Trade creditors		3,093,754	2,988,700
Director's loan		-	76,385
Corporation tax		337,524	223,324
Other taxes and social security costs		57,788	74,652
Amount due to related companies	Note 23	427,578	423,853
Other creditors		444,353	425,162
Accruals and deferred income		122,892	75,492
		13,194,838	10,858,530

Bank loans and overdrafts are secured on the assets of the company by way of a debenture and a fixed legal charge In addition Triplehigh Limited which is a related company has also provided security by virtue of a cross guarantee

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

11 Creditors: amounts falling due after one year	2011 £	2010 £
Obligations under finance lease and hire purchase contracts	4,589,764	3,752,778

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

12 Loans	2011 £	2010 £
Analysis of maturity of debt		
Within one year or on demand	1,700,000	900,000

The bank loan is secured on the assets of the company by way of a debenture and a fixed legal charge

13 Obligations under finance leases and hire purchase contracts	2011 £	2010 £
Amounts payable		
Within one year	5,112,122	3,836,279
Within two to five years	4,589,764	3,752,778
	9,701,886	7,589,057

14 Deferred taxation

	2011 £	2010 £
Accelerated capital allowances	2,106,825	2,060,761
Undiscounted provision for deferred tax	2,106,825	2,060,761

	2011 £	2010 £
At 1 April	2,060,761	1,801,132
Deferred tax charge in profit and loss account	46,064	259,629
At 31 March	2,106,825	2,060,761

15 Share capital

	Nominal value	2011 £	2010 £
Allotted, called up and fully paid			
Ordinary shares	£1 each	100	100

16 Profit and loss account

	2011 £
At 1 April 2010	7,257,861
Profit for the financial year	904,623
At 31 March 2011	8,162,484

17 Reconciliation of movement in shareholders' funds

	2011 £	2010 £
At 1 April	7,257,961	6,438,735
Profit for the financial year	904,623	819,226
At 31 March	8,162,584	7,257,961

18 Gross cash flows

	2011 £	2010 £
Returns on investments and servicing of finance		
Interest received	8	814
Interest paid	(38,296)	(21,358)
Interest element of finance lease repayments	(361,245)	(416,416)
	(399,533)	(436,960)
Capital expenditure		
Payments to acquire tangible fixed assets	(7,533,395)	(5,100,148)
Receipts from sales of tangible fixed assets	1,463,674	1,484,838
	(6,069,721)	(3,615,310)
Financing		
Loan repayments	800,000	(800,000)
Capital element of finance lease repayments	2,112,829	(397,995)
	2,912,829	(1,197,995)

19 Analysis of changes in net debt

	At 1 Apr 2010 £	Cash flows £	Non-cash changes £	At 31 Mar 2011 £
Cash at bank and in hand	1,060,695	(395,566)		665,129
Overdrafts	(1,834,683)	(64,144)		(1,898,827)
		(459,710)		
Debt due within 1 year	(900,000)	(800,000)		(1,700,000)
Finance leases	(7,589,057)	(2,112,829)		(9,701,886)
		(2,912,829)		
Total	(9,263,045)	(3,372,539)	-	(12,635,584)

20 Other debtors

Other debtors include amounts totalling £605,200 relating to advances made to non related or associated companies The purpose of these advances is to assist in the acquisition of certain business premises with the intention that these premises or part thereof will be used by the company in its trading

21 Pension commitments

Administrative expenses include pension contributions of £1,800 in respect of one key employee (2010 - £1,800)

22 Other financial commitments

At the year end the company had annual commitments under non-cancellable operating leases as set out below

	Equipment 2011 £	Equipment 2010 £
Operating leases which expire within two to five years	442,669	414,694

23 Related party transactions

Mr P Flannery and Mrs M Flannery have a controlling interest in this company The following information is also relevant -

Mrs M Flannery has a 100% controlling interest in Triplehigh Limited Triplehigh Limited own the entire share capital of Thirdway Properties Limited Furthermore Mr & Mrs Flannery together have a controlling interest in D & F Properties Limited

Included within expenses is £60,000 (2010 - £85,000) payable to Triplehigh Limited and £280,000 (2010 - £280,000) payable to Thirdway Properties Limited in respect of rent for the use of commercial yards owned by the respective companies These transactions were undertaken on normal commercial terms

Debtors	2011 £	2010 £
D & F Properties Limited Amount due from the related party	11,889	11,889
Thirdway Properties Limited Amount due from the related party	72,899	33,444
	84,788	45,333
Creditors		
Triplehigh Limited Amount due to the related party	427,578	423,853

24 Ultimate controlling party

Mr P Flannery and Mrs M Flannery have a controlling interest in the issued ordinary share capital of the company