

SOLO SERVICE GROUP LIMITED
AMENDED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2012

COMPANY REGISTRATION NUMBER 2626708



WILLIS JONES
CHARTERED ACCOUNTANTS
SWANSEA

SOLO SERVICE GROUP LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2012

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SOLO SERVICE GROUP LIMITED

DIRECTORS' REPORT

The directors have pleasure in presenting their report and the group's and parent company's financial statements for the year ended 31 July 2012

Principal Activities and Business Review

The group's main activity is the supply of contract cleaning services. The continued weak state of the U K economy has impacted on the results for the year under review. The group has concentrated on continuing its cost savings and rationalisation programme whilst ensuring that the high standard of services provided to its customers are maintained.

Despite a 1.1% drop in group revenue, operating profit increased by 28.8% as a direct result of savings implemented by management. The directors are confident that revenue growth will be restored in the future and that the group is ready to exploit opportunities as they arise.

Financial Risk Management Objectives and Policies

The group has developed a structured approach to risk management which seeks to mitigate financial risks in a cost effective manner. The company performs credit evaluation of its customers financial condition and maintains sufficient cash and open committed credit lines from its bankers and group companies to meet funding requirements.

Results and Dividend

The results of the group for the year are set out on page 6.

A dividend was voted and paid in the year of 53 pence per share (2011: 23.5 pence per share).

Directors

The directors who served the group and parent company throughout the year were as follows -

S L Hammett
J Rees
C Cooper
C Sypliwtschak

Directors' Responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the group and parent company and of the profit or loss of the group for that period. In preparing those financial statements, the directors are required to -

select suitable accounting policies and apply them consistently,

make judgements and estimates that are reasonable and prudent,

prepare the financial statements on a going concern basis unless it is inappropriate to assume that the group and parent company will continue in business.

SOLO SERVICE GROUP LIMITED

DIRECTORS' REPORT (CONT.)

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements 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.

In the case of each of the persons who are directors at the time when the directors report is approved -

So far as the directors are aware, there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware, and

each director 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 auditors are aware of that information.

Amounts are presented within items in the profit and loss account and balance sheet, the directors have had regard to the substance of the reported transaction or arrangement, in accordance with generally accepted accounting principles or practice.

Disables Employees

The group's policy on recruitment is based on the ability of a candidate to perform the job. Full consideration is given to applications for employment from disabled persons where a handicapped or disabled person can adequately fulfil the requirements of the job.

Where an existing employee becomes disabled whilst in the group's employment and is no longer able to perform their normal duties, every effort will be made to offer suitable alternative employment, to provide assistance with retraining and to deal with their case as compassionately as possible.

It is the group's policy to encourage the training and development of all its employees where this is in the interests of the individual and the group.

Employee Involvement

During the year the policy of providing employees with information about the group has continued and employees have been encouraged to present suggestions and views on the group's performance. Meetings are held regularly between management and employees to allow a free flow of information and ideas.

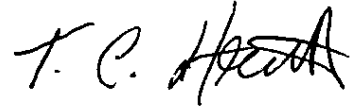
SOLO SERVICE GROUP LIMITED

DIRECTORS' REPORT (CONT.)

Auditors

Willis Jones have indicated their willingness to continue in office and in accordance with Section 485 of the Companies Act 2006 it is proposed that they be re-appointed auditors to the company for the ensuing year

By Order of the Board



T C Hammett
Secretary

1 Axis Court
Riverside Business Park
Mallard Way
Swansea Vale
Swansea
SA7 0AJ

Date 23rd October 2012

**INDEPENDENT AUDITORS REPORT TO THE SHAREHOLDERS OF
SOLO SERVICE GROUP LIMITED**

We have audited the group and parent company financial statements on pages 6 to 22 of Solo Service Group Limited for the year ended 31 July 2012 which comprise the Group Profit and Loss Account, the Group and Parent company Balance Sheets, the Group 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 solely to the group'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 group's members those matters we are required to state to them in an auditor's 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 group'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

The directors' are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view are set out in the Statement of Directors' Responsibilities on pages 1 and 2.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland). In forming our opinion we are also required to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the Audit

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes assessment of whether accounting policies are appropriate to the groups' and the parent company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition we read all the financial and non-financial information in the Directors Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on Financial Statements

In our opinion the financial statements -

- give a true and fair view of the group's and the parent company's affairs as at 31 July 2012 and of the group's 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

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF
SOLO SERVICE GROUP LIMITED (CONT.)**

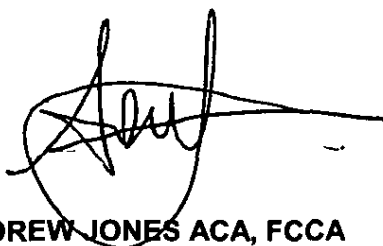
Opinion on other matter Prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements have been prepared is consistent with the financial statements

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company financial statements 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



**ANDREW JONES ACA, FCCA
SENIOR STATUTORY AUDITOR
WILLIS JONES
CHARTERED ACCOUNTANTS AND STATUTORY AUDITORS
64 WALTER ROAD
SWANSEA
SA1 4PT**

DATE: 23rd October 2012

SOLO SERVICE GROUP LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 JULY 2012

	Note	2012 £	2011 £
GROUP TURNOVER	2	27075300	27393952
Cost of sales		(20690987)	(21415472)
GROSS PROFIT		<u>6384313</u>	<u>5978480</u>
Net operating expenses		(4757779)	(4715671)
Other operating income		170	-
OPERATING PROFIT	3	<u>1626704</u>	<u>1262809</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST AND INVESTMENT INCOME		<u>1626704</u>	<u>1262809</u>
Interest payable and similar charges	3(a)	(46649)	(58271)
Interest receivable		8	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>1580063</u>	<u>1204538</u>
Taxation	5	(375020)	(355010)
PROFIT FOR THE FINANCIAL YEAR		<u>1205043</u> =====	<u>849528</u> =====

All the activities of the group are classed as continuing. The company has taken advantage of section 408 of the Companies Act 2006 not to publish its own Profit and Loss Account.

SOLO SERVICE GROUP LIMITED
(COMPANY REGISTRATION NUMBER 2626708)
GROUP BALANCE SHEET AS AT 31 JULY 2012

	Note	2012 £	2011 £
FIXED ASSETS			
Intangible assets	7	759007	1059356
Tangible assets	8	3589291	3553307
		<u>4348298</u>	<u>4612663</u>
CURRENT ASSETS			
Stocks	10	180693	168111
Debtors	11	2220763	2439309
Cash in bank and in hand		1796236	843020
		<u>4197692</u>	<u>3450440</u>
CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR	12	(2470865)	(2833061)
NET CURRENT ASSETS		<u>1726827</u>	<u>617379</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>6075125</u>	<u>5230042</u>
CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	13	(933956)	(1143008)
PROVISIONS FOR LIABILITIES AND CHARGES	14	(9011)	(24919)
NET ASSETS		<u>5132158</u> =====	<u>4062115</u> =====
CAPITAL AND RESERVES			
Called up share capital	16	254634	254634
Profit and loss account	16	4877524	3807481
SHAREHOLDERS' FUNDS		<u>5132158</u> =====	<u>4062115</u> =====

Approved by the Board of Directors on 23rd October 2012 and signed on its behalf by -



 S L Hammett



 J Rees (Directors)

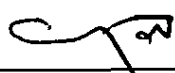
SOLO SERVICE GROUP LIMITED

(COMPANY REGISTRATION NUMBER 2626708)

COMPANY BALANCE SHEET AS AT 31 JULY 2012

	Note	2012 £	2011 £
FIXED ASSETS			
Intangible assets	7(a)	-	249924
Tangible assets	8(a)	940188	895300
Investments	9	1782494	1782494
		<u>2722682</u>	<u>2927718</u>
CURRENT ASSETS			
Stocks	10	154621	142911
Debtors	11	1992545	2161533
Debtors due after more than one year	11	1220160	1061350
Cash in bank and in hand		1792884	828165
		<u>5160210</u>	<u>4193959</u>
CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR	12	(1829568)	(2168474)
NET CURRENT ASSETS		<u>3330642</u>	<u>2025485</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>6053324</u>	<u>4953203</u>
CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	13	(652026)	(1092770)
PROVISIONS FOR LIABILITIES AND CHARGES	14	(9011)	(24919)
NET ASSETS		<u>5392287</u> =====	<u>3835514</u> =====
CAPITAL AND RESERVES			
Called up share capital	16	254634	254634
Profit and loss account	16	5137653	3580880
SHAREHOLDERS' FUNDS		<u>5392287</u> =====	<u>3835514</u> =====

Approved by the Board of Directors on 23rd October 2012 and signed on its behalf by -


S L Hammett


J Rees (Directors)

SOLO SERVICE GROUP LIMITED
GROUP CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 JULY 2012

	Note	2012 £	2011 £
NET CASH FLOW FROM OPERATING ACTIVITIES			
(See page 10)		2086603	1952132
RETURNS ON INVESTMENT AND SERVICING OF FINANCE			
Interest received	8	-	-
Interest paid	(46649)	(49467)	(49467)
Interest element of finance lease rentals payment	-	(8804)	(8804)
Dividends paid	(135000)	(60000)	(60000)
NET CASH (OUTFLOW) FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		(181641)	(118271)
TAXATION			
Corporation tax paid	(375755)	(148938)	(148938)
INVESTING ACTIVITIES			
Purchase of tangible fixed assets	(354161)	(210802)	(210802)
Receipts from sale of tangible fixed assets	-	2050	2050
NET CASH (OUTFLOW) FROM INVESTING ACTIVITIES		(354161)	(208752)
NET CASH INFLOW BEFORE FINANCING		1175046	1476171
FINANCING			
Finance leasing capital received	-	(175933)	(175933)
INCREASE IN CASH AND CASH EQUIVALENT	15	1175046	1300238
		=====	=====

SOLO SERVICE GROUP LIMITED
GROUP CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 JULY 2012

**RECONCILIATION OF OPERATING PROFIT TO NET
CASH FLOW FROM OPERATING ACTIVITIES**

	2012 £	2011 £
OPERATING PROFIT	1626704	1262809
Depreciation charges	318177	307024
Amortisation of intangible fixed assets	300349	300425
Loss on sale of fixed assets	-	3163
(Increase) in stocks	(12582)	(38315)
Decrease in debtors	218546	35294
(Decrease)/Increase in creditors	(364591)	81732
NET CASH FLOW FROM OPERATING ACTIVITIES	<u>2086603</u> =====	<u>1952132</u> =====

SOLO SERVICE GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2012

1 ACCOUNTING POLICIES

(a) *Accounting basis and standards*

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

(b) *Basis of consolidation*

The consolidated accounts incorporate the accounts of the company and all group undertakings. Acquisitions are accounted for under the acquisition method and goodwill on consolidation is capitalised and written off over 20 years from the year of acquisition. The results of companies acquired or disposed of are included in the profit and loss account after or up to the date that control passes respectively. As a consolidated profit and loss account is published, a separate profit and loss account for the parent company is omitted from the group accounts by virtue of section 408 of the Companies Act 2006.

(c) *Depreciation*

Depreciation on fixed assets is provided at rates estimated to write off the cost or revalued amounts, less estimated residual value, of each asset over its expected useful life as follows -

Plant and machinery	20% straight line
Furniture and equipment	20% straight line
Motor vehicles	20% straight line
Computer equipment	20% straight line
Goodwill	estimated economic life
Goodwill on consolidation	5% straight line

(d) *Investments*

Investments are included at cost less amounts written off. Profits or losses arising from disposals of fixed asset investments are treated as part of the result from ordinary activities.

(e) *Stocks*

Stocks are stated at the lower of cost and net realisable value.

(f) *Turnover*

Turnover represents the invoiced value of goods sold/services provided net of value added tax.

SOLO SERVICE GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2012 (CONT.)

(g) *Deferred taxation*

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred taxation is measured on a non-discounted basis at the average tax rates that would apply when the timing differences are expected to reverse, based on tax rates and laws that have been enacted by the balance sheet date.

(h) *Goodwill*

Goodwill is determined by comparing the amount paid on the acquisition of a business and the aggregate fair value of its separable net assets, and is written off over its estimated economic life.

(i) *Leasing and hire purchase commitments*

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives.

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

Rentals under operating and finance leases have been charged to profit and loss account on a straight-line basis.

2 TURNOVER

The company has derived the whole of its turnover from supplying markets inside the U K.

3 GROUP OPERATING PROFIT

	2012 £	2011 £
The operating profit is stated after charging -		
Auditor's remuneration	11900	11300
Accountancy services	6200	900
Depreciation -		
Owned tangible fixed assets	318177	307024
Amortisation of goodwill	300349	300425
Loss on disposal of fixed assets	-	3163
Hire of equipment	110550	107657
Leasing costs	479912	471884
	=====	=====

SOLO SERVICE GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2012 (CONT.)

3(a) INTEREST PAYABLE AND SIMILAR CHARGES

	2012 £	2011 £
Bank loans and overdrafts	46649	49467
Finance leases and hire purchase contracts	-	8804
	<u>46649</u> =====	<u>58271</u> =====

4 (a) EMPLOYEE INFORMATION

The average number of persons employed by the group (including directors) during the year was -

	2012 Number	2011 Number
Cleaning	3853	3833
Administration	79	84
	<u>3932</u> =====	<u>3917</u> =====

	2012 £	2011 £
Their total remuneration was -		
Wages and salaries	20185654	20751471
Social security costs	759691	991295
Other pension costs	38102	36943
	<u>20983447</u> =====	<u>21779709</u> =====

4 (b) DIRECTORS' EMOLUMENTS

	2012 £	2011 £
Directors emoluments (including Employers NI)	482440 =====	455469 =====

SOLO SERVICE GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2012 (CONT.)

	2012 £	2011 £
Highest paid director (including Employers NI)	168721	238344
Value of company pension contributions to a money purchase scheme	9556	9559
	<u>178277</u> =====	<u>247903</u> =====

The number of directors who accrued benefits under the company pension scheme was 3 (2011 3)

5 TAXATION

(a) Analysis of charge for the year

	2012 £	2011 £
Current tax -		
UK corporation tax -		
Current tax on income for the year	423984	364507
Over provision in previous year	(33056)	-
Deferred tax -		
Origination and reversal of timing differences	(15157)	(7580)
Over provision from previous year	-	(1917)
Changes in tax rates	(751)	-
Tax on profit on ordinary activities	<u>375020</u> =====	<u>355010</u> =====

(b) Factors affecting the tax charge for the years

	2012 £	2011 £
The tax assessed for the year is lower than the company's standard rate of corporation tax in the UK of 25 33% (2011 26 6%) The differences are explained below -		
Profit on ordinary activities (excluding dividends received) before tax	1580063 =====	1204538 =====
Profit on ordinary activities multiplied by the company's standard rate of corporation tax in the UK of 25 33% (2011 26 6%)	400230	320407
Effects of -		
Expenses not deductible for tax purposes	3063	35037
Depreciation in excess of capital allowances for year	28945	9063
Marginal tax relief	(8254)	-
Current tax charge for the year (note 5(a))	<u>423984</u> =====	<u>364507</u> =====

SOLO SERVICE GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2012 (CONT.)

6 PROFIT ATTRIBUTABLE TO MEMBERS OF THE PARENT COMPANY

The profit after taxation but before subsidiary dividends dealt with in the financial statements of the parent company was £891773 (2011 £659229)

7 INTANGIBLE ASSETS - GROUP

	Goodwill £	Total £
<i>Cost</i>		
At 1 August 2011	4347333	4347333
Additions	-	-
Disposals	-	-
At 31 July 2012	<u>4347333</u>	<u>4347333</u>
<i>Depreciation</i>		
At 1 August 2011	3287977	3287977
Charge for the year	300349	300349
Eliminated on disposal	-	-
At 31 July 2012	<u>3588326</u>	<u>3588326</u>
<i>Net Book Value</i>		
At 31 July 2012	<u>759007</u> =====	<u>759007</u> =====
At 31 July 2011	<u>1059356</u> =====	<u>1059356</u> =====

SOLO SERVICE GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2011 (CONT.)

7(a) INTANGIBLE ASSETS - COMPANY

	Goodwill £	Total £
<i>Cost</i>		
At 1 August 2011	2758102	2758102
Additions	-	-
Disposals	-	-
At 31 July 2012	<u>2758102</u>	<u>2758102</u>
<i>Depreciation</i>		
At 1 August 2011	2508178	2508178
Charge for the year	249924	249924
Eliminated on disposal	-	-
At 31 July 2012	<u>2758102</u>	<u>2758102</u>
<i>Net Book Value</i>		
At 31 July 2012	- =====	- =====
At 31 July 2011	249924 =====	249924 =====

8 TANGIBLE ASSETS - GROUP

	Freehold Buildings £	Office equipment £	Plant and machinery £	Motor vehicles £	Total £
<i>Cost or valuation</i>					
At 1 August 2011	2770399	591770	1261148	66189	4689506
Additions	48045	27453	253026	25637	354161
Disposals	-	-	-	-	-
At 31 July 2012	<u>2818444</u>	<u>619223</u>	<u>1514174</u>	<u>91826</u>	<u>5043667</u>
<i>Depreciation</i>					
At 1 August 2011	5600	412759	653916	63924	1136199
Charge for the year	2800	79413	229934	6030	318177
Eliminated on disposal	-	-	-	-	-
At 31 July 2012	<u>8400</u>	<u>492172</u>	<u>883850</u>	<u>69954</u>	<u>1454376</u>
<i>Net Book Value</i>					
At 31 July 2012	2810044 =====	127051 =====	630324 =====	21872 =====	3589291 =====
At 31 July 2011	2764799 =====	179011 =====	607232 =====	2265 =====	3553307 =====

SOLO SERVICE GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2012 (CONT.)

8(a) TANGIBLE ASSETS - COMPANY

	Freehold Buildings	Office equipment	Plant and machinery	Motor vehicles	Total
	£	£	£	£	£
<i>Cost or valuation</i>					
At 1 August 2011	140000	472861	1256577	46114	1915552
Additions	48045	27453	253026	25637	354161
Disposals	-	-	-	-	-
At 31 July 2012	188045	500314	1509603	71751	2269713
<i>Depreciation</i>					
At 1 August 2011	5600	321305	649345	44002	1020252
Charge for the year	2800	70662	229934	5877	309273
Eliminated on disposal	-	-	-	-	-
At 31 July 2012	8400	391967	879279	49879	1329525
<i>Net Book Value</i>					
At 31 July 2012	179645	108347	630324	21872	940188
	=====	=====	=====	=====	=====
At 31 July 2011	134400	151556	607232	2112	895300
	=====	=====	=====	=====	=====

The net book value of fixed assets of the group £3589291 (2011 £3553307) includes an amount of £Nil (2011 £Nil) in respect of assets held under hire purchase

9 INVESTMENTS - COMPANY

	2012 £	2011 £
Solo Janitorial Services Limited	2	2
Solo Property Services Limited	310000	310000
Solo Cleaning Services Limited	1472492	1472492
As at 31 July	1782494	1782494
	=====	=====

Representing -

	Country of incorporation	Class of shares held	Proportion of voting rights held	Nature of business
Solo Janitorial Supplies Limited	UK	Ordinary	100%	Wholesale supplier
Solo Property Services Limited	UK	Ordinary	100%	Property rental
Solo Cleaning Services Limited	UK	Ordinary	100%	Cleaning company

SOLO SERVICE GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2012 (CONT.)

10 STOCKS

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Consumables	180693	168111	154621	142911
	=====	=====	=====	=====

11 DEBTORS

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Trade debtors	2099463	2300563	1887444	2033395
Prepayments and accrued income	121300	138746	105101	128138
	=====	=====	=====	=====
Debtors due after more than one year				
Amounts owed by group undertakings -				
- attributable to dealings with subsidiary undertakings of the company	-	-	1220160	1061350
	=====	=====	=====	=====
	-	-	1220160	1061350
	=====	=====	=====	=====

12 CREDITORS : AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Trade creditors	235478	321429	207016	254268
Corporation tax	379682	364509	262220	289884
Other tax and social security	1044133	1142833	851878	941877
Accruals and deferred income	603332	785086	506436	682241
Directors current account	2018	204	2018	204
Bank mortgage	206222	219000	-	-
	=====	=====	=====	=====
	2470865	2833061	1829568	2168474
	=====	=====	=====	=====

SOLO SERVICE GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2012 (CONT.)

13 CREDITORS : AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Amounts owed to subsidiary	-	-	652026	1092770
Bank mortgage	933956	1143008	-	-
	<u>933956</u>	<u>1143008</u>	<u>652026</u>	<u>1092770</u>
	=====	=====	=====	=====

There are no set repayment dates on the loan from the subsidiary

Bank loans and overdrafts are secured by a debenture dated 29 March 2010 and group cross guarantees dated 28 April 2008 and 19 April 2010

14 PROVISIONS FOR LIABILITIES AND CHARGES

	2012	2011
	£	£
Group		
Deferred tax -		
Accelerated capital allowances	9011	24919
	=====	=====
Provision at start of year	24919	34416
Deferred tax (credit) in profit and loss accounts for year (note 5)	(15908)	(9497)
Provision at end of year	<u>9011</u>	<u>24919</u>
	=====	=====
Company		
Deferred tax -		
Accelerated capital allowances	9011	24919
	=====	=====
Provision at start of year	24919	34091
Deferred tax (credit) in profit and loss accounts for year (note 5)	(15908)	(9172)
Provision at end of year	<u>9011</u>	<u>24919</u>
	=====	=====

SOLO SERVICE GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2012 (CONT.)

15 GROUP CASH AND CASH EQUIVALENTS

	Bank and cash in hand £	Bank balance/ (overdraft) £	Bank loans £	Total £
Balance at 31 July 2010	625567	(869938)	(1574855)	(1819226)
Net cash inflow	217453	869938	212847	1300238
Balance at 31 July 2011	843020	-	(1362008)	(518988)
Net cash inflow	953216	-	221830	1175046
Balance at 31 July 2012	<u>1796236</u> =====	<u>-</u> =====	<u>(1140178)</u> =====	<u>656058</u> =====

16 SHAREHOLDERS' FUNDS

	Called up share capital £	Profit and loss account £	Total £
Group			
As at 1 August 2011	254634	3807481	4062115
Retained profit for the year	-	1205043	1205043
Dividends paid during the year	-	(135000)	(135000)
As at 31 July 2012	<u>254634</u> =====	<u>4877524</u> =====	<u>5132158</u> =====

	Called up share capital £	Profit and loss account £	Total £
Company			
As at 1 August 2011	254634	3580880	3835514
Retained profit for the year	-	1691773	1691773
Dividends paid during the year	-	(135000)	(135000)
As at 31 July 2012	<u>254634</u> =====	<u>5137653</u> =====	<u>5392287</u> =====

	2012 £	2011 £
The authorised share capital comprises -		
Authorised		
300000 ordinary shares of £1 each	300000 =====	300000 =====
Called up, allotted and fully paid		
254634 ordinary shares of £1 each	254634 =====	254634 =====

SOLO SERVICE GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2012 (CONT.)

The movements in shareholders' funds in the previous year are set out below -

	Called up share capital £	Profit and loss account £	Total £
Group			
As at 1 August 2010	254634	3017953	3272587
Retained profit for the year	-	849528	849528
Dividends paid during the year	-	(60000)	(60000)
As at 31 July 2011	<u>254634</u>	<u>3807481</u>	<u>4062115</u>

	Called up share capital £	Profit and loss account £	Total £
Company			
As at 1 August 2010	254634	2981651	3236285
Retained profit for the year	-	659229	659229
Dividends paid during the year	-	(60000)	(60000)
As at 31 July 2011	<u>254634</u>	<u>3580880</u>	<u>3835514</u>

17 CAPITAL COMMITMENTS

There were no capital commitments contracted for but not provided in the financial statements

18 FUTURE FINANCIAL COMMITMENTS

Operating leases

At 31 July 2012 the company had annual commitments under operating leases as set out below -

	2012 £	2011 £
Operating leases which expire -		
(i) within one year	9131	34774
(ii) after one year before 5 years	<u>446797</u>	<u>430236</u>
Land and buildings	<u>80012</u>	<u>90000</u>

SOLO SERVICE GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2012 (CONT.)

19 CONTROLLING INTEREST

During the two years ended 31 July 2012 the controlling party was Mr Stephen Hammett who owns 99.8% of the ordinary share capital of the company

20 TRANSACTIONS WITH DIRECTORS

During the year the following directors received the following as dividends -

	2012 £	2011 £
S Hammett	134861	59938
C Cooper	139	62
	<u>135000</u> =====	<u>60000</u> =====