

Company Registration No. 03106982 (England and Wales)

ROSE BUILDERS LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012

SATURDAY



A21
15/09/2012
COMPANIES HOUSE

A1HHRPQB

#153

ROSE BUILDERS LIMITED

COMPANY INFORMATION

Directors

A L Auger
A M Bowles
S W J Rose
W C Rose
J M Woods

Secretary

A M Bowles

Company number

03106982

Registered office

Riverside House
Riverside Avenue East
Lawford
Manningtree
Essex
CO11 1US

Auditors

Ensors
Cardinal House
46 St Nicholas Street
Ipswich
IP1 1TT

ROSE BUILDERS LIMITED

CONTENTS

	Page
Directors' report	1 - 2
Independent auditors' report	3 - 4
Profit and loss account	5
Balance sheet	6
Cash flow statement	7
Notes to the financial statements	8 - 19

ROSE BUILDERS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2012

The directors have pleasure in presenting their report and the financial statements for the company for the year ended 31 March 2012

Principal activities and review of the business

The principal activities of the company remained unchanged throughout the year. They comprise the provision of general building and construction services, renovation work, repairs and maintenance and other associated building services to a wide variety of both new and repeat business customers.

Financial risk management and objectives

The company's financial risk management objective and policy is broadly to seek to make neither profit nor loss from exposure to interest rate risks. Its policy is to finance working capital mainly through retained earnings and to finance fixed assets mainly through fixed borrowings. The company's exposure to the price risk of financial assets and liabilities is therefore minimal. The associated credit and liquidity risks are limited as the counterparties are either the company shareholders or its bankers.

Results and dividends

The results for the year are set out on page 5.

Directors

The following directors have held office since 1 April 2011:

A L Auger
A M Bowles
S W J Rose
W C Rose
J M Woods

The company is a wholly owned subsidiary and the interests of the group directors are disclosed in the financial statements of the parent company.

The directors were not granted, nor did they exercise any right to subscribe to shares or debentures in the company.

Auditors

A resolution to reappoint Ensors as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 2006.

ROSE BUILDERS LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2012

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements 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 financial statements 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 financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting 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 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 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.

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

By order of the board



A M Bowles

Secretary

29 AUGUST 2012

ROSE BUILDERS LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF ROSE BUILDERS LIMITED

We have audited the financial statements of Rose Builders Limited for the year ended 31 March 2012 set out on pages 5 to 19. 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 Directors' Responsibilities Statement set out on pages 1 - 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements 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 financial statements

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 an assessment of whether the accounting policies are appropriate to the 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 state of the company's affairs as at 31 March 2012 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 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 are prepared is consistent with the financial statements.

ROSE BUILDERS LIMITED

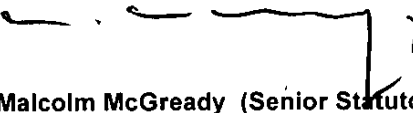
INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF ROSE BUILDERS LIMITED

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 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


Malcolm McGready (Senior Statutory Auditor)
for and on behalf of Ensors

29.2.12

Chartered Accountants
Statutory Auditor

Cardinal House
46 St Nicholas Street
Ipswich
IP1 1TT

ROSE BUILDERS LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2012

		2012	2011
	Notes	£	£
Turnover	2	20,817,734	16,951,864
Cost of sales		(18,842,043)	(15,304,351)
Gross profit		1,975,691	1,647,513
Administrative expenses		(1,536,820)	(1,452,362)
Operating profit	3	438,871	195,151
Other interest receivable and similar income	4	47	30
Interest payable and similar charges	5	(63)	(1,647)
Profit on ordinary activities before taxation		438,855	193,534
Tax on profit on ordinary activities	6	(116,325)	(53,170)
Profit for the year	16	322,530	140,364

The profit and loss account has been prepared on the basis that all operations are continuing operations

There are no recognised gains and losses other than those passing through the profit and loss account

ROSE BUILDERS LIMITED

BALANCE SHEET

AS AT 31 MARCH 2012

	Notes	2012 £	£	2011 £	£
Fixed assets					
Tangible assets	8		507,009		481,921
Current assets					
Stocks	9	386,335		349,948	
Debtors	10	2,745,595		2,361,085	
Cash at bank and in hand		2,239,207		1,825,472	
		<u>5,371,137</u>		<u>4,536,505</u>	
Creditors: amounts falling due within one year	11	<u>(4,382,909)</u>		<u>(3,733,878)</u>	
Net current assets			<u>988,228</u>		<u>802,627</u>
Total assets less current liabilities			<u>1,495,237</u>		<u>1,284,548</u>
Creditors: amounts falling due after more than one year	12		(54,215)		(24,933)
Provisions for liabilities	13		<u>(42,737)</u>		<u>(33,860)</u>
			<u>1,398,285</u>		<u>1,225,755</u>
Capital and reserves					
Called up share capital	15	50,000		50,000	
Profit and loss account	16	1,348,285		1,175,755	
Shareholders' funds	17	<u>1,398,285</u>		<u>1,225,755</u>	

Approved by the Board and authorised for issue on 29 AUGUST 2012


S W J Rose
Director


W C Rose
Director

Company Registration No 03106982

ROSE BUILDERS LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 MARCH 2012

	Notes	£	2012 £	£	2011 £
Net cash inflow from operating activities	25		791,728		832,836
Returns on investments and servicing of finance					
Interest received		47		30	
Interest paid		(63)		(1,647)	
Net cash outflow for returns on investments and servicing of finance			(16)		(1,617)
Taxation			(41,697)		(115,087)
Capital expenditure					
Payments to acquire tangible assets		(218,776)		(197,406)	
Receipts from sales of tangible assets		33,026		7,600	
Net cash outflow for capital expenditure			(185,750)		(189,806)
Equity dividends paid			(150,000)		(100,000)
Net cash inflow before management of liquid resources and financing			414,265		426,326
Financing					
Capital element of hire purchase contracts		(530)		(78,947)	
Net cash outflow from financing			(530)		(78,947)
Increase in cash in the year	26, 27		413,735		347,379

ROSE BUILDERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2012

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

1.3 Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax

In respect of long-term contracts turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts is recognised by reference to the stage of completion

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

Fixtures & Fittings	50% straight line
Computer Equipment	50% straight line
Plant & Machinery	25% on written down value
Motor Vehicles	33% on written down value
Commercial Vehicles	17% straight line

1.5 Leasing and hire purchase commitments

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account at a constant rate of charge on the balance of capital repayments outstanding

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease

1.6 Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value

1.7 Long term contracts

Long term contract balances are stated at net cost less foreseeable losses less any applicable payments on account. The amount recorded as turnover in respect of long term contracts is ascertained by reference to the value of the work carried out to date. Attributable profit is recognised as the difference between recorded turnover and related costs

1.8 Pensions

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account

ROSE BUILDERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2012

1 Accounting policies (continued)

1.9 Deferred taxation

Deferred taxation is provided in respect of the tax effect on all timing differences, to the extent that it is probable that a liability or asset will crystallise in the foreseeable future at the rates of tax expected to apply when the timing differences reverse

1.10 Work in progress

Work in progress (except long term contract balances) are stated at the lower of cost and net realisable value. Cost consists of material and direct labour costs, together with an appropriate proportion of attributable overheads

2 Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the United Kingdom

3 Operating profit	2012 £	2011 £
Operating profit is stated after charging		
Depreciation of tangible assets	177,174	145,238
Operating lease rentals	13,200	13,200
Auditors' remuneration (including expenses and benefits in kind)	12,000	10,614
and after crediting		
Profit on disposal of tangible assets	(16,512)	(1,544)

4 Investment income	2012 £	2011 £
Bank interest	47	30
	<u>47</u>	<u>30</u>

5 Interest payable	2012 £	2011 £
On bank loans and overdrafts	-	60
Hire purchase interest	63	1,587
	<u>63</u>	<u>1,647</u>

ROSE BUILDERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2012

6	Taxation	2012 £	2011 £
	Domestic current year tax		
	U K corporation tax	107,448	41,697
	Total current tax	107,448	41,697
	Deferred tax		
	Origination and reversal of timing differences	8,877	11,473
		116,325	53,170
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	438,855	193,534
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 26.00% (2011 - 28.00%)	114,102	54,190
	Effects of		
	Non deductible expenses	6,157	4,610
	Capital allowances	(11,475)	(11,582)
	Other tax adjustments	(1,336)	(5,521)
		(6,654)	(12,493)
	Current tax charge for the year	107,448	41,697
7	Dividends	2012 £	2011 £
	Ordinary final paid	150,000	100,000

ROSE BUILDERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2012

8 Tangible fixed assets

	Fixtures & Fittings £	Plant & Machinery £	Motor Vehicles £	Total £
Cost				
At 1 April 2011	129,474	897,847	526,860	1,554,181
Additions	16,775	35,177	166,824	218,776
Disposals	(8,961)	(40,140)	(119,188)	(168,289)
At 31 March 2012	137,288	892,884	574,496	1,604,668
Depreciation				
At 1 April 2011	97,337	639,755	335,168	1,072,260
On disposals	(8,961)	(35,643)	(107,171)	(151,775)
Charge for the year	26,933	70,166	80,075	177,174
At 31 March 2012	115,309	674,278	308,072	1,097,659
Net book value				
At 31 March 2012	21,979	218,606	266,424	507,009
At 31 March 2011	32,137	258,092	191,692	481,921

Included above are assets held under finance leases or hire purchase contracts as follows

	Motor Vehicles £
Net book values	
At 31 March 2012	-
At 31 March 2011	9,260
Depreciation charge for the year	
At 31 March 2012	-
At 31 March 2011	3,176

ROSE BUILDERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2012

9	Stocks and work in progress	2012 £	2011 £
	Raw materials and consumables	8,466	7,704
	Work in progress	377,869	342,244
		<u>386,335</u>	<u>349,948</u>

10	Debtors	2012 £	2011 £
	Trade debtors	2,728,926	2,297,338
	Other debtors	8,366	54,307
	Prepayments and accrued income	8,303	9,440
		<u>2,745,595</u>	<u>2,361,085</u>

Amounts falling due after more than one year and included in the debtors above are

	2012 £	2011 £
Trade debtors	<u>85,584</u>	<u>90,604</u>

ROSE BUILDERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2012

11 Creditors' amounts falling due within one year	2012	2011
	£	£
Payments received on account	1,005,468	723,409
Net obligations under hire purchase contracts	-	530
Trade creditors	2,910,564	2,658,199
Corporation tax	107,448	41,697
Other taxes and social security costs	273,511	193,969
Directors' current accounts	9,387	6,360
Other creditors	58,046	93,264
Accruals and deferred income	18,485	16,450
	<u>4,382,909</u>	<u>3,733,878</u>
Net obligations under hire purchase contracts		
Repayable within one year	-	530
Finance charges and interest allocated to future accounting periods	-	-
	<u>-</u>	<u>530</u>
12 Creditors' amounts falling due after more than one year	2012	2011
	£	£
Trade creditors	<u>54,215</u>	<u>24,933</u>

ROSE BUILDERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2012

13 Provisions for liabilities

	Deferred tax liability £
Balance at 1 April 2011	33,860
Profit and loss account	8,877
Balance at 31 March 2012	42,737

The deferred tax liability is made up as follows.

	2012 £	2011 £
Accelerated capital allowances	43,135	34,402
Other timing differences	(398)	(542)
	42,737	33,860

14 Pension and other post-retirement benefit commitments Defined contribution

	2012 £	2011 £
Contributions payable by the company for the year	38,618	34,323

15 Share capital

	2012 £	2011 £
Allotted, called up and fully paid		
50,000 Ordinary shares of £1 each	50,000	50,000

ROSE BUILDERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2012

16 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 April 2011	1,175,755
Profit for the year	322,530
Dividends paid	(150,000)
Balance at 31 March 2012	<u>1,348,285</u>

17 Reconciliation of movements in shareholders' funds

	2012 £	2011 £
Profit for the financial year	322,530	140,364
Dividends	(150,000)	(100,000)
Net addition to shareholders' funds	<u>172,530</u>	<u>40,364</u>
Opening shareholders' funds	1,225,755	1,185,391
Closing shareholders' funds	<u>1,398,285</u>	<u>1,225,755</u>

18 Contingent liabilities

The company has provided guarantees in connection with performance bonds on contracts amounting to £1,455,318 at the balance sheet date (2011- £699,964)

19 Financial commitments

At 31 March 2012 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 March 2013

	Land and buildings		Other	
	2012 £	2011 £	2012 £	2011 £
Operating leases which expire				
Within one year	1,700	1,700	-	-
Between two and five years	-	-	2,126	-
In over five years	11,500	11,500	-	-
	<u>13,200</u>	<u>13,200</u>	<u>2,126</u>	<u>-</u>

ROSE BUILDERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2012

20 Capital commitments

The company had no capital commitments at 31 March 2011 or 31 March 2012

21 Directors' remuneration	2012 £	2011 £
Remuneration for qualifying services	309,938	308,259
Company pension contributions to defined contribution schemes	7,305	7,305
	<u>317,243</u>	<u>315,564</u>

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 2 (2011 - 2)

Remuneration disclosed above include the following amounts paid to the highest paid director

Remuneration for qualifying services	<u>131,962</u>	<u>132,254</u>
--------------------------------------	----------------	----------------

22 Employees

Number of employees

The average monthly number of employees (including directors) during the year was

	2012 Number	2011 Number
Number of construction staff and site managers	81	72
Number of office staff and contracts managers	27	26
	<u>108</u>	<u>98</u>

Employment costs	2012 £	2011 £
Wages and salaries	3,224,508	2,980,933
Social security costs	309,576	285,458
Other pension costs	38,618	34,323
	<u>3,572,702</u>	<u>3,300,714</u>

ROSE BUILDERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2012

23 Control

The ultimate parent company is Rose Group Limited, a company incorporated in England

ROSE BUILDERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2012

24 Related party transactions

The results of the company are included in the consolidated financial statements of Rose Group Limited which are publicly available. Therefore there is no requirement for the accounts of the company to disclose details of transactions with other group entities or with related parties in which the group holds an investment.

The company is a member of a group of companies headed by Rose Group Limited. The group was under the control of S W J Rose throughout the year. S W J Rose is the managing director and majority shareholder of Rose Group Limited.

	2012 £	2011 £
S W J Rose		
Director		
(Creditor) at 31 March	(5,152)	(5,152)
- Sales	67,754	6,403
W C Rose		
Director		
(Creditor) at 31 March	(4,235)	(1,208)
- Sales	22,899	6,526
Rose Bros		
An unincorporated business in which S W J Rose and W C Rose are partners		
- Sales	22,000	90,733
- Purchases and other services	(168,285)	(146,520)
Rosper Estates Limited		
A company in which S W J Rose is a director and shareholder		
Debtor at 31 March	152,261	30,127
- Sales	713,323	34,145
The Rose Group SSAS		
A pension scheme in which S W J Rose and W C Rose are trustees		
- Sales	-	206,600
- Rent payable	(11,500)	(11,500)
Lakes Industrial Park Management Limited		
A company in which S W J Rose is a director and shareholder		
Debtor at 31 March	667	-
- Sales	8,349	8,620

ROSE BUILDERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2012

25	Reconciliation of operating profit to net cash inflow from operating activities	2012	2011
		£	£
	Operating profit	438,871	195,151
	Depreciation of tangible assets	177,174	145,238
	Profit on disposal of tangible assets	(16,512)	(1,544)
	(Increase)/decrease in stocks	(36,387)	40,516
	Increase in debtors	(384,510)	(706,355)
	Increase in creditors within one year	613,092	1,159,830
	Net cash inflow from operating activities	791,728	832,836

26	Analysis of net funds	1 April 2011	Cash flow	Other non- 31 March 2012 cash changes
		£	£	£
	Net cash			
	Cash at bank and in hand	1,825,472	413,735	-
	Debt			
	Finance leases	(530)	530	-
	Debts falling due after one year	(24,933)	(29,282)	-
	Net funds	1,800,009	384,983	-

27	Reconciliation of net cash flow to movement in net funds	2012	2011
		£	£
	Increase in cash in the year	413,735	347,379
	Cash (inflow)/outflow from (increase)/decrease in debt and lease financing	(28,752)	64,474
	Movement in net funds in the year	384,983	411,853
	Opening net funds	1,800,009	1,388,156
	Closing net funds	2,184,992	1,800,009