

H.M.NEWMAN LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH NOVEMBER 2006

4689708

CONTENTS	PAGE
Company information	2
Report of the director	3-4
Accountant's report	5
Profit and loss account	6
Statement of total recognised gains and losses	6
Balance sheet	7
Cashflow statement	8
Notes to the financial statements	9-13
Trading and profit and loss account (Management information schedule only)	14



H.M.NEWMAN LIMITED

COMPANY INFORMATION

1 DIRECTOR

Mrs H M Newman

2 COMPANY SECRETARY

Mr S M Hinds

3 COMPANY NUMBER

4689708

4 REGISTERED OFFICE

St Bride's House
32 High Street
Beckenham
Kent
BR3 1AY

5 ACCOUNTANTS

Franklin Underwood
Limehouse, Mere Way
Ruddington Fields Business Park
Nottingham
NG11 6JS

6 BANKERS

Barclays Bank Plc
3 Beckenham Road
Beckenham
Kent
BR3 4ES

H.M.NEWMAN LIMITED

REPORT OF THE DIRECTOR

The director presents his report and the financial statements of the company for the year ended 30th November 2006

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of a corporate partner of the firm Pritchard, Joyce & Hinds

REVIEW OF THE BUSINESS

The profit on ordinary activities before tax amounted to £142485 (2005 £128973) The director is pleased with the results for the year and expects the present level of profitability to continue in the forthcoming year

RESULTS AND DIVIDENDS

The results for the period and financial position of the company are set out in detail on pages 6 to 13 of the financial statements During the year a dividend of £28500 was paid (2005 £19500), the balance of profits being transferred to reserves

FIXED ASSETS

Full details of fixed assets are shown in note 7 of the financial statements

CHARITABLE AND POLITICAL CONTRIBUTIONS

Charitable and political contributions were not in excess of £200 (2005 Charitable and political contributions were not in excess of £200)

CLOSE COMPANY

The company is a close company within the meaning of the Income and Corporation Taxes Act 1988

H.M.NEWMAN LIMITED

REPORT OF THE DIRECTOR CONTINUED

DIRECTOR

The director who has served during the period is set out on page 2. The interests of the director, including family interests, at the beginning and end of the year was as follows

	Ordinary shares of £1 each	
	2006	2005
Mrs H M Newman	1	1

The director did not have, during or at the end of the period, any interest in a contract which was material to the company's business

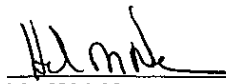
DIRECTOR'S RESPONSIBILITIES

Company law requires the director to prepare financial statements for each financial year which 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 those financial statements, the director is required to

- select suitable accounting policies and then apply them consistently,
- make judgements and 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 director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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

On behalf of the board



Mrs H M Newman

30th July 2007

H.M.NEWMAN LIMITED
ACCOUNTANT'S REPORT TO THE MEMBERS OF
H M NEWMAN LIMITED

We have examined, without carrying out an audit, the accounts for the year ended 30th November 2006 set out on pages 6 to 13

Respective responsibilities of director and reporting accountant

As described on page 4, the company's director is responsible for the preparation of the accounts, and he believes that the company is exempt from an audit. It is our responsibility to examine the accounts and, based on our examination, to report our opinion, as set out below, to the members

Basis of opinion

We conducted our examination in accordance with the appropriate standards for reporting accountants issued by the Auditing Practices Board. This examination consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purpose of this report.

The examination was not an audit conducted in accordance with Auditing Standards. Accordingly, we do not express an audit opinion on the accounts. Therefore, our examination does not provide any assurance that the accounting records and the accounts are free from material misstatement.

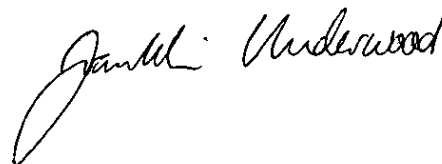
Opinion

In our opinion

- a) the accounts are in agreement with those accounting records kept by the company under section 221 of the Companies Act 1985,
- b) having regard only to, and on the basis of, the information contained in those accounting records,
 - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act, and
 - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the period specified in section 249A(4) of the Act and did not, at any time within that period, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1)

Limehouse, Mere Way,
Ruddington Fields Business Park,
Nottingham
NG11 6JS

31st July 2007



FRANKLIN UNDERWOOD

H.M.NEWMAN LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH NOVEMBER 2006

	Notes	2006 £	2005 £
PARTNERSHIP PROFIT SHARE	2	162836	177881
Cost of sales		-	-
GROSS PROFIT		<u>162836</u>	<u>177881</u>
Administrative expenses		(20624)	(20624)
OPERATING PROFIT	3	<u>142212</u>	<u>157257</u>
Interest payable	5	-	(28574)
Other income		273	290
Profit on ordinary activities before taxation		<u>142485</u>	<u>128973</u>
Taxation	6	(29563)	(27192)
Profit on ordinary activities after taxation		<u>112922</u>	<u>101781</u>
Dividends		(28500)	(19500)
Retained profit for the year		<u>84422</u>	<u>82281</u>
Profit and loss account brought forward		136338	54057
Prior period adjustment	13	-	-
Profit and loss account carried forward		<u><u>220760</u></u>	<u><u>136338</u></u>

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

There were no recognised gains or losses during the period other than those in the profit and loss account

HISTORICAL COST PROFIT AND LOSS

There is no difference between the results as disclosed in the profit and loss account and the results on an unmodified historical cost basis

CONTINUING OPERATIONS

There were no acquisitions or discontinued operations during the current or previous year

The notes on pages 9 to 13 form part of these financial statements

H.M.NEWMAN LIMITED

BALANCE SHEET AS AT 30TH NOVEMBER 2006

	Notes	£	2006 £	£	2005 £
FIXED ASSETS					
Intangible assets	7		240000		255000
CURRENT ASSETS					
Debtors	8	222784		229527	
Bank account		-		40	
		<u>222784</u>		<u>229567</u>	
CREDITORS					
Amounts falling due within one year	9	(242023)		(348228)	
Net current assets/(liabilities)			<u>(19239)</u>		<u>(118661)</u>
Total assets less current liabilities			<u>220761</u>		<u>136339</u>
CREDITORS					
Amounts falling due after more than one year	10		-		-
PROVISIONS FOR LIABILITIES AND CHARGES					
			-		-
NET ASSETS			<u>220761</u>		<u>136339</u>
CAPITAL AND RESERVES					
Called up share capital	11		1		1
Profit and loss account			220760		136338
Revaluation reserve			-		-
SHAREHOLDERS FUNDS	13		<u>220761</u>		<u>136339</u>

These accounts have not been audited because the company is entitled to the exemption provided by section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the period in accordance with section 249B(2)

The director acknowledges his responsibilities for ensuring that the company keeps accounting records that comply with section 221 of the Companies Act 1985. The director also acknowledges his responsibilities for preparing accounts which give a true and fair view of the state of affairs of the company as at 30th November 2006 and of its profit or loss for the financial period in accordance with section 226 of the Companies Act 1985, and which otherwise comply with the requirements of that Act relating to the accounts, so far as applicable to the company.

Approved by the Board on 30th July 2007 and signed on its behalf


Mrs H M Newman

The notes on pages 9 to 13 form part of these financial statements

H.M.NEWMAN LIMITED

CASHFLOW STATEMENT FOR THE YEAR ENDED 30TH NOVEMBER 2006

	Notes	£	2006 £	£	2005 £
NET CASH FLOW FROM OPERATING ACTIVITIES	14		55379		69204
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE					
Interest paid		-		(28574)	
Other income		273		290	
			273		(28284)
NET CASH FLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE					
TAXATION					
Corporation tax paid			(27192)		(21380)
CAPITAL EXPENDITURE					
Payments to acquire intangible fixed assets		-		-	
			-		-
NET CASH FLOW FOR CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT			28460		19540
EQUITY DIVIDENDS PAID			(28500)		(19500)
FINANCING					
Share issue		-		-	
New loans		-		-	
Loan repayments		-		-	
			-		-
INCREASE IN CASH AND CASH EQUIVALENTS			(40)		40
Reconciliation of net cash flow to movement in net debt (note 15)		£	2006 £	£	2005 £
Increase in cash for the year		(40)		40	
Cash flow from repayment of loans		-		-	
Change in net funds resulting from cash flows			(40)		40
New loans			-		-
Change in net funds			(40)		40
Net funds at 1st December 2005			40		-
Net funds at 30th November 2006			-		40

H.M.NEWMAN LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH NOVEMBER 2006

1 ACCOUNTING POLICIES

a) Basis of accounting

The financial statements have been prepared in accordance with the historical cost convention and incorporate the result of the principal activity which is described in the director's report. The principal accounting policies which the director has adopted within that convention are set out below.

b) Turnover

Turnover consists of the company's share of the profits of the partnership, Pritchard, Joyce & Hinds.

c) Amortisation

Goodwill is amortised over twenty years on a straight-line basis.

2 TURNOVER

The turnover and profit before taxation is attributable to the one principal activity of the company, and is achieved entirely in the UK.

3 OPERATING PROFIT

Operating profit is stated after charging

	2006 £	2005 £
Amortisation	15000	15000
Profit / loss on disposal	-	-
Director's remuneration (including national insurance)	5013	5013

H.M.NEWMAN LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH NOVEMBER 2006 CONTINUED

	2006 Number	2005 Number
4 STAFF NUMBERS AND COST		
The average number of people (including directors) employed by the company during the period was as follows		
Administration and production	2	2
	<u>£</u>	<u>£</u>
The aggregate payroll costs of these persons were as follows		
Director's remuneration	5000	5000
Social security costs	13	13
	<u>5013</u>	<u>5013</u>
5 INTEREST PAYABLE		
Interest paid on directors loan accounts	-	12014
Interest paid on bank loans and overdrafts	-	-
Other interest	-	16560
	<u>-</u>	<u>28574</u>
6 TAXATION		
UK corporation tax at 19%	29563	27192

H.M.NEWMAN LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH NOVEMBER 2006 CONTINUED

7 INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1st December 2005	300000
Additions	-
Disposals	-
At 30th November 2006	<u>300000</u>
AMORTISATION	
At 1st December 2005	45000
Charge for the year	15000
On disposals	-
At 30th November 2006	<u>60000</u>
NET BOOK VALUES	
At 30th November 2006	
Owned assets	240000
Assets under finance lease and hire purchase agreements	-
	<u>240000</u>
NET BOOK VALUES	
At 30th November 2005	
Owned assets	255000
Assets under finance lease and hire purchase agreements	-
	<u>255000</u>

Goodwill arose on the purchase of the company's share in Pritchard, Joyce & Hinds

H.M.NEWMAN LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH NOVEMBER 2006 CONTINUED

	£	£
8 DEBTORS		
Due from Pritchard, Joyce & Hinds	222604	229527
Directors loan account	-	-
Other debtors	180	-
	<u>222784</u>	<u>229527</u>

Other than as stated under directors loan account above, none of the above relates to amounts due from the director or shareholder of H M Newman Limited either directly or indirectly

9 CREDITORS

Amounts falling due within one year

Bank loans and overdrafts	-	-
Other taxation and social security	-	35
Accruals	611	23470
Other creditors	211849	297531
Corporation tax	29563	27192
Due to Pritchard, Joyce & Hinds	-	-
	<u>242023</u>	<u>348228</u>

10 CREDITORS

Amounts falling due after more than one year

Bank loan	-	-
	<u>-</u>	<u>-</u>

11 SHARE CAPITAL

Authorised		
1000 ordinary shares of £1 each	1000	1000
	<u>1000</u>	<u>1000</u>
Issued and fully paid		
1 ordinary share of £1 each	1	1
	<u>1</u>	<u>1</u>

12 CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES

The company had no capital commitments or contingent liabilities at 30th November 2006 or 30th November 2005

H.M.NEWMAN LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH NOVEMBER 2006 CONTINUED

	2006 £	2005 £
13 RECONCILIATION OF MOVEMENT IN SHAREHOLDERS FUNDS		
Shareholders funds at 1st December 2005	136339	54058
Retained profit for the year	84422	82281
Prior period adjustment	-	-
Share issue	-	-
Revaluation	-	-
Shareholders funds at 30th November 2006	220761	136339

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

Operating profit	142212	157257
Amortisation	15000	15000
Profit / loss on disposal	-	-
Revaluation	-	-
Increase in debtors	6743	(49386)
Decrease in creditors	(108576)	(53667)
NET CASH INFLOW FROM OPERATING ACTIVITIES	55379	69204

15 ANALYSIS OF CHANGES IN NET DEBT

	At 1st December 2005 £	Cash flow £	Other Changes £	At 30th November 2006 £
Cash at bank and in hand	40	(40)		-
Overdrafts	-	-		-
		(40)		
Finance leases and hire purchase	-	-	-	-
Bank loan	-	-	-	-
Total	40	(40)	-	-

16 CONTROL

Mrs H M Newman holds 100% of the company's share capital and therefore has complete control