

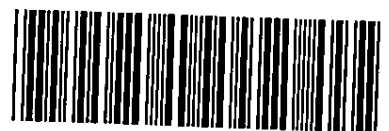
Saint Fortchern Limited

FINANCIAL STATEMENTS

for the year ended

31 May 2012

THURSDAY



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28/02/2013

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COMPANIES HOUSE

Company number 06855708

Saint Fortchern Limited

DIRECTOR AND OFFICERS

DIRECTOR

P J O'Keefe

SECRETARY

M V Lessey

COMPANY NUMBER

06855708 (England and Wales)

REGISTERED OFFICE

St Andrews House
1 Dreadnought Street
Greenwich
London SE10 0PU

AUDITOR

Baker Tilly UK Audit LLP
Chartered Accountants
12 Gleneagles Court
Brighton Road
Crawley, West Sussex
RH10 6AD

BANKERS

Handelsbanken AB
First Floor
Wellington Gate
7-9 Church Road
Tunbridge Wells
Kent
TN1 1HT

SOLICITORS

Steptoe & Johnson
99 Gresham Street
London
EC2V 7NG

Saint Fortchern Limited

DIRECTOR'S REPORT

The director submits his report and the group financial statements of Saint Fortchern Limited for the year ended 31 May 2012

PRINCIPAL ACTIVITY

The group's principal activity during the period was civil engineering, encompassing groundworks, basements, structural refurbishments, external works, soil remediation and stabilisation

RESULTS AND DIVIDENDS

The group trading profit/(loss) for the year, after taxation was £267,802 (2011 £(3,635))

No interim dividend (2011 £Nil) was declared during the year. The director does not recommend a final dividend for the year (2011 Nil)

REVIEW OF THE BUSINESS

During the financial year ended 31st May 2006 the directors undertook an extensive review of the group's business operations. The revised business strategy that was put in place continues to prove successful and financial results for the year ended 31st May 2012 are in line with forecast. We have seen an increase in turnover of 21% due to the targeting of specific projects which meet our capabilities, the uptake of our residential groundworks services, further successful schools projects, works associated with London 2012 and a Crossrail Project.

In May 2012 we opened our Regional Office servicing our Projects in Kent, East Surrey and East Sussex, located in Sevenoaks, Kent.

In the latest financial year, in spite of significant challenges posed by the economic climate and the competition for work that this brings, we have increased turnover to a level never seen before by the Group. Further, the Group has remained profitable and our Balance Sheet continues to grow. The Group has continued with its investment in our management team and in high quality state of the art mechanical equipment to improve our operational capability. We have also committed a six figure sum to IT improvements with our ECM System that is now used across the business. The system not only manages the day to day running of the project information, but in 2013 we will use the resource to begin on-line training to all members of the team.

Credit needs to be given to all employees from operational team members up to directors who in February 2009 decided to agree on a 10% wage suspension for directors and in April 2009 a 7.5% suspension for employees. These suspensions have been reduced during 2011 to 7% for Directors and 4.6% for employees. These suspensions remain in place at the date of writing this report.

We have returned to the Olympic Park post games to assist in the Legacy element of the contract and have delivered the Woolwich Arsenal Crossrail Box TC3 & 4 package two weeks early. At Woolwich our involvement remains on site, as we begin the removal of temporary works as the structure is completed.

The Health and Safety of our entire workforce remains our first regard. Four full-time staff and a number of external consultants perform regular and detailed checks to ensure that standards are met and improved upon. The group produces foreign language manuals for workers whose first language is not English, and continues to invest in regular and thorough safety training. At the time of signing these accounts the Director can report that we on average our site based employees receive a safety briefings every 11 hours worked, an improvement of 18% compared to last year. All our Supervisors now hold either a SMSTS or a SSSTS qualifications. All Supervisors have attended a Managing Directors Health and Safety Workshop and all employees have attended our "What If?" Behavioural Safety Programme. We train all our employees in line with the minimum requirements of The UKCG. These initiatives continue to be rolled out on a monthly basis for any new members to our team and our AFI continues to reduce. All the good

Saint Fortchern Limited

DIRECTOR'S REPORT

work on H&S that was learnt from our time on the Olympic Park has been integrated into our daily working practice

The Director continues in his commitment to a steady workforce provided mainly by staff employed by the group. The Director does, however, wish to express his disappointment yet again that other construction industry organisations do not share this commitment. One result of this is the continued difficulty in recruiting skilled labour that will still take sub-contract work as a preference to full-time direct employment due to the personal tax advantages that this is seen to deliver, despite the recent changes to the CIS regime.

The main Key Performance Indicators used in 2012 were

- 1 Financial Indicators
 - a Gross profit by project
 - b Total group net profit
 - c Gross profit by type of project
 - d Overheads as a percentage of turnover
- 2 Non-Financial Indicators
 - a Reportable injuries per 100,000 hours worked
 - b Results against Target 100 Safety Awards (each site is judged against an advanced range of safety criteria)
 - c Concrete and rebar usage v turnover (to control wastage and over-stocking)
 - d Staff turnover by role
 - e Non-chargeable time analysis

The Director and key management team review these key performance indicators on a weekly, monthly or quarterly basis as considered appropriate and take action where necessary to address any performance issues identified. During the year ended 31 May 2012 there were no significant variances against budget on key performance indicators.

MARKET VALUE OF LAND AND BUILDINGS

The Director is of the opinion that there is no material difference between the market value of the Group's interest in land and the amount at which it is shown in the financial statements. This opinion is supported by a full valuation conducted by DE & J Levy LLP, Chartered Surveyors & Property Consultants.

FUTURE DEVELOPMENTS

We continue to work on Projects associated with London 2012 and will maintain a presence on the Olympic Park with a forecast workload until early 2013. We have also secured continued work on London's Crossrail which will give contracted work into 2013. We continue to see an uplift in opportunities in London's West End and City.

RISKS AND UNCERTAINTIES

The group uses various financial instruments including overdrafts, hire purchase, cash and various items such as trade debtors and trade creditors that arise directly from its operations. The main purpose of these financial instruments is to raise finance for the group's operations in the form of working capital.

The existence of these financial instruments exposes the group to a number of financial risks, which are described in more detail below. In order to manage the group's exposure to those risks, in particular the group's exposure to interest rates, the group enters into transactions including, but not limited to, fixed interest rate agreements.

Saint Fortchern Limited

DIRECTOR'S REPORT

The main risks arising from the group's financial instruments are liquidity risk, interest rate risk and credit risk. The director reviews and agrees policies for managing each of these risks and they are summarised below.

LIQUIDITY RISK

The group seeks to manage financial risk by ensuring sufficient liquidity is available to meet foreseeable needs and to invest cash assets safely and profitably. Short-term flexibility is achieved by the use of an overdraft facility.

INTEREST RATE RISK

The group finances its operations through a mixture of profits, bank borrowings and debenture loans. The group's exposure to interest rate fluctuations on its bank borrowings is minimal due to the short-term nature of the borrowings. Exposure to interest rate fluctuations on hire purchase contracts and debenture loans is nil as all hire purchase agreements are at a known fixed rate and the debenture loans do not bear interest.

CREDIT RISK

The group's principal financial assets are cash and trade debtors. There is no credit risk on cash. The principal credit risk arises therefore from its trade debtors.

In order to manage credit risk the director sets limits for customers based on a combination of payment history and third party credit references. Credit limits are reviewed by the credit control department and our credit insurance company on a regular basis in conjunction with debt ageing and collection history.

During 2011/12 there were no concentrations of credit risk, with exposure being spread over a large number of customers.

DISABLED PERSONS

The group's policy is one of equal opportunity in the selection, training, career development and promotion of staff. The group has a policy to recruit disabled employees for those vacancies that they are able to fill and will provide facilities, equipment and training to assist any disabled persons employed.

Saint Fortchern Limited

DIRECTOR'S REPORT

DIRECTOR

The following director has held office since 1 June 2011

P J O'Keefe

CHARITABLE DONATIONS

Donations to charitable organisations amounted to £9,970 (2011 £Nil)

RESEARCH AND DEVELOPMENT

The Group continues to invest in research and development to improve its market position and sustain future growth. Expenditure is written off as incurred to the profit and loss account.

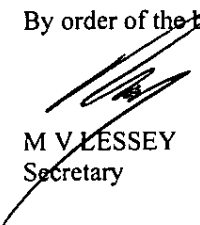
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITOR

The director who was in office on the date of approval of these financial statements has confirmed that, as far as he is aware, there is no relevant audit information of which the auditor is unaware. The director has confirmed that 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 it has been communicated to the auditor.

AUDITOR

Baker Tilly UK Audit LLP have expressed their willingness to continue in office, and a resolution to reappoint them will be put to the members at the annual general meeting.

By order of the board



M V LESSEY
Secretary

Saint Fortchern Limited

DIRECTOR'S RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

The director is responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the group and the company and of the profit or loss of the group for that period

In preparing those financial statements, the director is required to

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

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the group's and the company's transactions and disclose with reasonable accuracy at any time the financial position of the group and the company and enable him to ensure that the financial statements comply with the Companies Act 2006. He is also responsible for safeguarding the assets of the group and the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

Saint Fortchern Limited

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SAINT FORTCHERN LIMITED

We have audited the group and parent company financial statements (the "financial statements") on pages 8 to 25. 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 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 company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of director and auditor

As more fully explained in the Director's Responsibilities Statement set out on page 6, the director is 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 (APB's) Ethical Standards for Auditors.

Scope of the audit

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 financial statements

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and parent company's affairs as at 31 May 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.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, the information given in the Director's Report for the financial period for which the financial statements are 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 director's remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.

Baker Tilly UK Audit LLP

Neil Thomas (Senior Statutory Auditor)

For and on behalf of BAKER TILLY UK AUDIT LLP, Statutory Auditor

Chartered Accountants

Lancaster House

7 Elmfield Road

Bromley

Kent BR1 1LT

27 February 2013

Saint Fortchern Limited
CONSOLIDATED PROFIT AND LOSS ACCOUNT
for the year ended 31 May 2012

	<i>Notes</i>	2012 £	2011 £
TURNOVER	1	42,499,998	35,211,220
Cost of sales		37,681,030	30,487,609
Gross profit		<u>4,818,968</u>	<u>4,723,611</u>
Other operating expenses includes net exceptional charge of £Nil (2011 £743,309) per Note 3	2	4,331,515	4,607,774
OPERATING PROFIT	3	<u>487,453</u>	<u>115,837</u>
Interest receivable		5,345	9,886
Interest payable	4	(42,468)	(46,470)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>450,330</u>	<u>79,253</u>
Taxation	6	182,528	82,888
PROFIT/(LOSS) FOR THE FINANCIAL PERIOD	17	<u><u>267,802</u></u>	<u><u>(3,635)</u></u>

The operating profit for the year arises from operations acquired during the previous year

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the profit and loss account

Saint Fortchern Limited
CONSOLIDATED BALANCE SHEET
31 May 2012

	Notes	2012 £	2011 £
FIXED ASSETS			
Intangible assets	8	1,454,575	1,662,372
Tangible assets	9	4,382,726	3,910,572
Investments	10	-	50
		<u>5,837,301</u>	<u>5,572,994</u>
CURRENT ASSETS			
Stocks	11	15,786	15,846
Debtors	12	12,856,871	10,630,438
Cash at bank and in hand		6,798	46,456
		<u>12,879,455</u>	<u>10,692,740</u>
CREDITORS Amounts falling due within one year	13	(10,382,269)	(8,637,866)
NET CURRENT ASSETS		<u>2,497,186</u>	<u>2,054,874</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>8,334,487</u>	<u>7,627,868</u>
CREDITORS Amounts falling due after more than one year	14	(2,879,148)	(2,464,794)
PROVISION FOR LIABILITIES	15	(183,862)	(159,399)
NET ASSETS		<u>5,271,477</u>	<u>5,003,675</u>
CAPITAL AND RESERVES			
Called up share capital	16	9,232	9,232
Share premium account	17	4,671,255	4,671,255
Profit and loss account	17	590,990	323,188
SHAREHOLDER'S FUNDS	18	<u>5,271,477</u>	<u>5,003,675</u>

The financial statements on pages 8 to 25 were approved by the board, authorised for issue on 25th February 2013 and signed on its behalf by

P J O'KEEFE
 Director

Saint Fortchern Limited
COMPANY BALANCE SHEET
31 May 2012

Company registration No 06855708

	<i>Notes</i>	2012 £	2011 £
FIXED ASSETS			
Investments	10	7,070,125	7,070,125
		<u>7,070,125</u>	<u>7,070,125</u>
CREDITORS Amounts falling due within one year	13	(299,638)	(299,638)
NET CURRENT LIABILITIES		<u>(299,638)</u>	<u>(299,638)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>6,770,487</u>	<u>6,770,487</u>
CREDITORS Amounts falling due after more than one year	14	(1,980,000)	(1,980,000)
NET ASSETS		<u>4,790,487</u>	<u>4,790,487</u>
CAPITAL AND RESERVES			
Called up share capital	16	9,232	9,232
Share premium account	17	4,671,255	4,671,255
Profit and loss account	17	110,000	110,000
SHAREHOLDER'S FUNDS	18	<u>4,790,487</u>	<u>4,790,487</u>

The financial statements on pages 8 to 25 were approved by the board, authorised for issue on 25th July 2013 and signed on its behalf by

P J O'KEEFE
 Director

Saint Fortchern Limited
CONSOLIDATED CASH FLOW STATEMENT
for the year ended 31 May 2012

	<i>Notes</i>	2012 £	2011 £
Cash inflow/(outflow) from operating activities	19a	680,818	(2,115,095)
Returns on investments and servicing of finance	19b	(37,123)	(36,584)
Taxation		(269,310)	20,344
Capital expenditure and financial investment	19b	391,449	(169,657)
Acquisitions and disposals	19b	50	-
CASH INFLOW/(OUTFLOW) BEFORE USE OF LIQUID RESOURCES AND FINANCING		765,884	(2,300,992)
Financing	19b	(504,852)	(389,192)
INCREASE/(DECREASE) IN CASH IN THE YEAR		261,032	(2,690,184)
RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT		£	£
Increase/(decrease) in cash in the period		261,032	(2,690,184)
Cash inflow from increase in debt and lease financing		504,852	389,192
New finance leases		(1,340,334)	(1,033,472)
MOVEMENT IN NET DEBT IN THE YEAR		(574,450)	(3,334,464)
NET DEBT AT 1 June 2011		(4,117,321)	(782,857)
NET DEBT AT 31 May 2012	19c	(4,691,771)	(4,117,321)

Saint Fortchern Limited

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention modified to include the revaluation of freehold properties and in accordance with applicable United Kingdom accounting standards

BASIS OF CONSOLIDATION

The consolidated financial statements incorporate those of Saint Fortchern Limited and all of its subsidiary undertakings for the period. All financial statements are made up to 31 May 2012

The holding company has not presented its own profit and loss account as permitted by Section 408 of the Companies Act 2006

RESEARCH AND DEVELOPMENT

Expenditure on research activities is recognised as an expense in the period in which it is incurred

An internally-generated intangible asset in respect of development expenditure is recognised only if all of the following conditions are met

- an asset is created that can be identified,
- it is probable that the asset will generate future economic benefits,
- the development cost of the asset can be measured reliably,
- the product or process is technically and commercially feasible, and
- sufficient resources are available to complete the development and to either sell or use the asset

Where no internally-generated intangible asset can be recognised, development expenditure is recognised as an expense in the period in which it is incurred. Internally-generated intangible assets are amortised on a straight-line basis over their useful lives

TANGIBLE FIXED ASSETS

Fixed assets are stated at historical cost or valuation less depreciation

Depreciation is provided on all tangible fixed assets other than freehold land at rates calculated to write each asset down to its estimated residual value over its expected useful life, as follows -

Leasehold improvements	Based on assessment of useful life and residual value
Plant and machinery	Based on assessment of useful life and residual value
Fixtures and fittings	Based on assessment of useful life and residual value

VALUATION OF LAND AND BUILDINGS

Freehold properties are revalued in accordance with FRS15 with a full valuation carried out by professionally qualified Chartered Surveyors on an existing use open market value basis, in accordance with the Statement of Assets Valuation Practice No 4 and the Guidance Notes of the Royal Institution of Chartered Surveyors every five years and an interim valuation is carried out in year three

INVESTMENTS

Investments are included at cost. Provision is made for any permanent diminution in the value of fixed asset investments

Saint Fortchern Limited

ACCOUNTING POLICIES

DEFERRED TAXATION

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the Group's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognized in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

STOCKS

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

LEASED ASSETS AND OBLIGATIONS

Where assets are financed by leasing agreements that give rights approximating to ownership ('finance leases'), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as obligations to the lessor.

Lease payments are treated as consisting of capital and interest elements, and the interest is charged to the profit and loss account in proportion to the remaining balance outstanding.

All other leases are 'operating leases' and the annual rentals are charged to profit and loss on a straight line basis over the lease term.

TURNOVER

Turnover represents the invoiced value (excluding trade discounts and VAT) for contract work or agreed surveyors' valuation, reflecting contract activity during the year and represents the proportion of total contract value which costs incurred to date bear to total expected contract costs.

PENSION CONTRIBUTIONS

For defined contribution schemes the amount charged to the profit and loss account in respect of pension costs and other post-retirement benefits is the contributions payable in the year.

Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in the balance sheet.

GOODWILL

Goodwill arising on consolidation represents the excess of the cost of acquisition over the group's interest in the fair value of the identifiable assets and liabilities of a subsidiary, at the date of acquisition. Goodwill on acquisition of subsidiaries is separately disclosed.

Goodwill is stated at cost net of amortisation and is amortised over the period in which benefits are derived, which is deemed to be 10 years. Impairment reviews on the carrying value of goodwill are undertaken at the end of the first full year following acquisition and on the identification of any indication of impairment.

Saint Fortchern Limited

ACCOUNTING POLICIES

LONG-TERM CONTRACTS

The attributable profit on long term contracts is only recognised once their outcome can be assessed with reasonable certainty. The profit recognised reflects the proportion of work completed to date on the project.

Amounts recoverable on contracts (trade debtors) are stated at surveyors' valuation less provision for anticipated losses and deduction of applicable payments on account.

Full provision is made for losses on contracts in the year in which the loss is first foreseen.

CLAIMS

No account is taken of claims submitted or to be submitted on completed contracts until such claims are agreed.

FINANCIAL INSTRUMENTS

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

Saint Fortchern Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 May 2012

1 TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The company's turnover and profit before taxation were all derived from its principal activity, wholly undertaken in the United Kingdom

	2012	2011
	£	£
2 OTHER OPERATING EXPENSES (Net)		
Administrative expenses	4,355,309	4,607,774
Other operating income	(23,794)	-
	<u>4,331,515</u>	<u>4,607,774</u>
	2012	2011
	£	£
3 OPERATING PROFIT		
Operating profit is stated after charging/(crediting)		
Amortisation	207,797	207,796
Depreciation charge for the period		
Owned assets	462,865	317,948
Leased assets	124,555	141,438
Profit on disposal of fixed assets	(110,689)	(4,504)
Operating lease rentals		
Land and buildings	75,000	75,000
Auditor's remuneration		
Audit services – statutory audit (company and consolidation)	4,500	4,500
Exceptional items -		
Provision for doubtful debts*	-	1,291,749
Bad debt received in year**	-	(548,440)
	<u></u>	<u></u>

* A provision against amounts due from a debtor which the directors feel the recoverability is uncertain

** Amounts received during the year in relation to a debtor which a provision had already been made

The tax effect in respect of the exceptional item disclosed above amounted to £Nil (2011 £205,674)

	2012	2011
	£	£
4 INTEREST PAYABLE		
Bank loans and overdrafts	9,286	24,376
Finance leases and hire purchase contracts	33,182	22,094
	<u>42,468</u>	<u>46,470</u>

Saint Fortchern Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 May 2012

5	EMPLOYEES	2012 No	2011 No
	The average monthly number of persons (including directors) employed by the group during the period was		
	Site labour	177	136
	Administrative staff	49	43
		<u>226</u>	<u>179</u>
		£	£
	Staff costs for the above persons		
	Wages and salaries	12,010,491	9,330,102
	Social security costs	1,446,071	1,174,832
	Other pension costs	117,558	164,328
		<u>13,574,120</u>	<u>10,669,262</u>
		£	£
	DIRECTOR'S REMUNERATION		
	Director's Emoluments	<u>73,259</u>	<u>34,464</u>
	The director's emoluments disclosed above include amounts paid to the highest paid director		
		£	£
	Emoluments of highest paid director	<u>73,259</u>	<u>34,464</u>

Saint Fortchern Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 May 2012

	2012	2011
	£	£
6 TAXATION		
Based on the profit for the year		
UK corporation tax on profits of the year	158,065	64,107
Adjustments in respect of previous periods	-	218
	<u>158,065</u>	<u>64,325</u>
Deferred taxation		
Origination and reversal of timing differences	24,463	18,563
	<u>182,528</u>	<u>82,888</u>
Tax on profit on ordinary activities		
Factors affecting the tax charge for the year		
The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The differences are explained below		
Profit on ordinary activities before tax	450,330	79,253
	<u>115,600</u>	<u>21,929</u>
Profit on ordinary activities multiplied by the standard rate of UK corporation tax UK of 25.67% (2011: 27.67%)		
Effects of		
Expenses not deductible for tax purposes	29,164	82,292
Capital allowances (in excess)/less than depreciation	43,516	(29,973)
Other timing differences	-	(1,803)
Adjustments to tax charge in respect of previous periods	-	218
Marginal relief	(1,801)	(8,338)
Chargeable disposals	(28,414)	-
	<u>158,065</u>	<u>64,325</u>
7 PROFIT/(LOSS) ATTRIBUTABLE TO THE MEMBERS OF THE HOLDING COMPANY	2012	2011
	£	£
Dealt with in the financial statements of the parent company	-	-
Retained by subsidiary undertakings	475,599	204,162
Amortisation of goodwill arising on consolidation	(207,797)	(207,797)
	<u>267,802</u>	<u>(3,635)</u>

Saint Fortchern Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 May 2012

8	INTANGIBLE ASSETS	Goodwill £
	GROUP	
	Cost	
	1 June 2011	2,077,965
	Additions	-
	31 May 2012	<u>2,077,965</u>
	Amortisation	
	1 June 2011	415,593
	Charged in year	207,797
	31 May 2012	<u>623,390</u>
	Net book value	
	31 May 2012	<u>1,454,575</u>
	31 May 2011	<u>1,662,372</u>

9 TANGIBLE FIXED ASSETS

GROUP	<i>Freehold land</i> £	<i>Leasehold improvements</i> £	<i>Fixtures, fittings and equipment</i> £	<i>Plant and machinery</i> £	<i>Total</i> £
Cost or valuation					
1 June 2011	1,400,000	131,388	115,181	7,707,972	9,354,541
Additions	-	-	-	1,527,410	1,527,410
Disposals	-	-	(435)	(1,244,810)	(1,245,245)
31 May 2012	<u>1,400,000</u>	<u>131,388</u>	<u>114,746</u>	<u>7,990,572</u>	<u>9,636,706</u>
Depreciation					
1 June 2011	-	131,388	115,181	5,197,400	5,443,969
Charged in the year	-	-	-	587,420	587,420
Disposals	-	-	(435)	(776,974)	(777,409)
31 May 2012	<u>-</u>	<u>131,388</u>	<u>114,746</u>	<u>5,007,846</u>	<u>5,253,980</u>
Net book value					
31 May 2012	<u>1,400,000</u>	<u>-</u>	<u>-</u>	<u>2,982,726</u>	<u>4,382,726</u>
31 May 2011	<u>1,400,000</u>	<u>-</u>	<u>-</u>	<u>2,510,572</u>	<u>3,910,572</u>

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9 TANGIBLE FIXED ASSETS *(continued)*

Included within the net book value is £1,246,694 (2011 £1,030,529) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £124,555 (2011 £141,438).

A full professional valuation was conducted by DE & J Levy, Chartered Surveyors, on 31 May 2012, which indicated no material difference between the open market value of the freehold land and the book value as at 31 May 2012.

The historic cost of the freehold land at 31 May 2012 was £620,000 (2011 £620,000).

No provision for deferred tax has been recognised on the unrealised gain arising on the freehold land as such tax would only crystallise if the property were sold. The total un-provided deferred tax in relation to this property as 31 May 2012 was £187,200 (2011 £215,800).

The company held no tangible fixed assets.

10 INVESTMENTS	Subsidiary undertaking £	Total £
COMPANY		
Cost		
At 1 June 2011 and at 31 May 2012	7,070,125	7,070,125

The investment in subsidiary undertaking relates to the company's 100% investment in the ordinary share capital of O'Keefe Construction (Greenwich) Limited, a company incorporated in England and Wales. O'Keefe Construction (Greenwich) Limited's principal activity is construction.

GROUP	Associated undertaking £
COST AND NET BOOK VALUE	
As at 1 June 2011	50
Disposals	(50)
As at 31 May 2012	-

<i>Subsidiary undertakings</i>	<i>Country of registration/ incorporation</i>	<i>Principal Activity</i>	<i>Proportion held</i>
O'Keefe Soil Remediation Ltd	England	Dormant	100%
O'Keefe Construction (Greenwich) Limited	England	Construction	100%
<i>Associated undertaking</i>			
H Smith O'Keefe Ltd	England	Dormant	50% *

* shares held indirectly

Saint Fortchern Limited
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11 STOCKS

	<i>Group</i>		<i>Company</i>	
	2012	2011	2012	2011
	£	£	£	£
Consumables	15,786	15,846	-	-

	<i>Group</i>		<i>Company</i>	
	2012	2011	2012	2011
	£	£	£	£
12 DEBTORS				
Due within one year				
Trade debtors	11,223,444	9,232,238	-	-
Other debtors	161,866	289,882	-	-
Prepayments and accrued income	1,471,561	1,108,318	-	-
	<u>12,856,871</u>	<u>10,630,438</u>	<u>-</u>	<u>-</u>

	<i>Group</i>		<i>Company</i>	
	2012	2011	2012	2011
	£	£	£	£
13 CREDITORS				
Amounts falling due within one year				
Bank overdrafts	1,105,727	1,406,417	-	-
Obligations under hire purchase contracts	713,694	292,566	-	-
Trade creditors	6,171,155	4,137,763	-	-
Amounts owed to group undertakings	-	-	279,638	279,638
Corporation tax	158,065	269,310	-	-
Other taxation and social security costs	500,609	635,544	-	-
Other creditors	45,959	35,697	20,000	20,000
Accruals and deferred income	1,687,060	1,860,569	-	-
	<u>10,382,269</u>	<u>8,637,866</u>	<u>299,638</u>	<u>299,638</u>

Bank overdrafts of £1,105,727 (2011 £1,406,417) are secured by a fixed and floating charge over the assets of the company

Obligations under finance leases are secured by the assets to which they relate

Saint Fortchern Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 May 2012

14 CREDITORS Amounts falling due in more than one year	Group		Company	
	2012 £	2011 £	2012 £	2011 £
Debenture loans	1,980,000	1,980,000	1,980,000	1,980,000
Obligations under hire purchase contracts	899,148	484,794	-	-
	<u>2,879,148</u>	<u>2,464,794</u>	<u>1,980,000</u>	<u>1,980,000</u>
Amounts falling due at 31 May 2012				
Debenture loans/hire purchase contracts due				
in the first year	713,694	292,566	-	-
in the second to fifth year	899,148	484,794	-	-
after five years	1,980,000	1,980,000	1,980,000	1,980,000
	<u>3,592,842</u>	<u>2,757,360</u>	<u>1,980,000</u>	<u>1,980,000</u>
Repayable by instalments				
Debenture loans				
after five years	1,980,000	1,980,000	1,980,000	1,980,000
Obligations under finance leases				
in the second to fifth year	899,148	484,794	-	-
	<u>2,879,148</u>	<u>2,464,794</u>	<u>1,980,000</u>	<u>1,980,000</u>

The debenture loans are interest free and unsecured and are due for repayment by 1 November 2019. In the intervening period repayments must be made to such minimum amount as is equal to 55% of the cash dividends distributed to the company by its subsidiary, O'Keefe Construction (Greenwich) Limited.

Saint Fortchern Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 May 2012

		Group		Company	
15	PROVISION FOR LIABILITIES	2012 £	2011 £	2012 £	2011 £
	The movement in the deferred taxation provision during the period was				
	Provision brought forward	159,399	140,836	-	-
	Movement in period	24,463	18,563	-	-
	Provision carried forward	<u>183,862</u>	<u>159,399</u>	<u>-</u>	<u>-</u>
	The group and company's provisions for deferred taxation consist of the tax effect of timing differences in respect of				
		Group		Company	
		2012 £	2011 £	2012 £	2011 £
	Accelerated capital allowances	186,851	163,416	-	-
	Other timing differences	(2,989)	(4,017)	-	-
		<u>183,862</u>	<u>159,399</u>	<u>-</u>	<u>-</u>
16	SHARE CAPITAL			2012 £	2011 £
	Allotted, issued and fully paid 9,232 ordinary shares of £1 each			9,232	9,232

Saint Fortchern Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 May 2012

		Share premium account £	Profit and loss account £
17	RESERVES		
	GROUP		
	1 June 2011	4,671,255	323,188
	Profit for the year	-	267,802
		<u>4,671,255</u>	<u>590,990</u>
	COMPANY		
	1 June 2011	4,671,255	110,000
	Profit for the year	-	-
		<u>4,671,255</u>	<u>110,000</u>
18	RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS	2012 £	2011 £
	GROUP		
	Profit/(loss) after taxation	267,802	(3,635)
		<u>267,802</u>	<u>(3,635)</u>
	Net addition to/(reduction in) shareholders' funds	267,802	(3,635)
	Opening shareholders' funds	5,003,675	5,007,310
		<u>5,271,477</u>	<u>5,003,675</u>
	Closing shareholders' funds		
	COMPANY		
	Profit after taxation	-	-
		<u>-</u>	<u>-</u>
	Net addition to shareholders' funds	-	-
	Opening shareholders' funds	4,790,487	4,790,487
		<u>4,790,487</u>	<u>4,790,487</u>
	Closing shareholders' funds		

Saint Fortchern Limited
NOTES TO THE FINANCIAL STATEMENTS
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19	CASH FLOWS	2012 £	2011 £
a	Reconciliation of operating profit to net cash inflow from operating activities		
	Operating profit	487,453	115,837
	Amortisation of goodwill	207,797	207,796
	Depreciation	587,420	459,386
	Decrease in stocks	60	-
	Increase in debtors	(2,226,433)	(5,077,076)
	Increase in creditors	1,735,210	2,183,466
	Profit on disposal of fixed assets	(110,689)	(4,504)
		<u>680,818</u>	<u>(2,115,095)</u>
b	Analysis of cash flows for headings netted in the cash flow	2012 £	2011 £
	Returns on investments and servicing of finance		
	Interest received	5,345	9,886
	Interest paid	(9,286)	(24,376)
	Interest element of finance lease rental payments	(33,182)	(22,094)
	Net cash outflow for returns on investment and servicing of income	<u>(37,123)</u>	<u>(36,584)</u>
	Capital expenditure and financial investment		
	Purchase of tangible fixed assets	(187,076)	(266,420)
	Sale of tangible fixed assets	578,525	96,763
	Net cash inflow/(outflow) for capital expenditure and financial investment	<u>391,449</u>	<u>(169,657)</u>
	Acquisitions and disposals		
	Disposal of associated undertaking	50	-
	Net cash inflow for acquisitions and disposals	<u>50</u>	<u>-</u>
	Financing		
	Capital element of finance lease rental payments	(504,852)	(389,192)
	Net cash outflow from financing	<u>(504,852)</u>	<u>(389,192)</u>

Saint Fortchern Limited

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 May 2012

c	Analysis of net debt	At 1 June 2011 £	Cash flow £	Non-cash items £	At 31 May 2012 £
	Cash at bank and in hand	(1,359,961)	261,032	-	(1,098,929)
	Debt due after five years	(1,980,000)	-	-	(1,980,000)
	Finance leases	(777,360)	504,852	(1,340,334)	(1,612,842)
	Total	(4,117,321)	765,884	(1,340,334)	(4,691,771)

20 COMMITMENTS UNDER OPERATING LEASES

At 31 May 2012 the group had annual commitments under non-cancellable operating leases as follows

	2012 £	2011 £
Land and buildings expiring after five years	75,000	75,000

The company had no non-cancellable operating leases

21 PENSION COMMITMENTS

The group operates a defined contribution pension scheme whose assets are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group and amounted to £115,222 (2011 £164,328). Included in other creditors at the year end were accrued pension costs of £12,436 (2011 £15,452).

22 RELATED PARTIES

Advantage has been taken of the exemption provided by paragraph 3(c) of Financial Reporting Standard 8 from reporting transactions with group companies.

The group rents its leasehold premises at St Andrew's House at £75,000 (2011 £75,000) per annum from O'Keefe Construction (Greenwich) Limited (Scheme 3) Retirement Benefit Scheme, a pension fund of which the director is a member.

As at 31 May 2012, the group and company owed £26,000 (2011 £20,000) to P J O'Keefe, the director, which is included in other creditors.

During the year the group provided construction services of £722,361 (2011 £710,517) to O'Keefe Utilities Limited, a company controlled by P J O'Keefe. As at 31 May 2012 the balance due from O'Keefe Utilities Limited was £1,471,561 (2011 £1,108,318) which is included in prepayments and accrued income.

23 ULTIMATE CONTROLLING PARTY

The ultimate controlling party is considered to be P J O'Keefe by virtue of his controlling interest in the company.