

BRIGGS ENVIRONMENTAL SERVICES LIMITED
ANNUAL REPORT
FOR THE YEAR ENDED 31 MARCH 2009

THURSDAY



S9SCKH8E

SCT 04/02/2010 1273
COMPANIES HOUSE

SCT 29/01/2010 1273
COMPANIES HOUSE

BRIGGS ENVIRONMENTAL SERVICES LIMITED

DIRECTORS AND ADVISERS

Directors	R Briggs G Crookston R C Briggs G Humphries
Secretary	G A T Clarkson
Company number	SC110121
Registered office	Seaforth House Seaforth Place Burntisland Fife KY3 9AX
Registered auditors	Morris & Young Chartered Accountants & Registered Auditors 6 Atholl Crescent PERTH PH1 5JN
Business address	Seaforth House Seaforth Place Burntisland Fife KY3 9AX
Bankers	Clydesdale Bank 238 Union Street ABERDEEN AB1 1TN

BRIGGS ENVIRONMENTAL SERVICES LIMITED

CONTENTS

	Page
Directors' report	1 - 3
Independent auditors' report	4 - 5
Consolidated profit and loss account	6
Statement of recognised gains and losses	7
Balance sheets	8
Consolidated cash flow statement	9
Notes to the consolidated cash flow statement	10
Notes to the financial statements	11 - 28

BRIGGS ENVIRONMENTAL SERVICES LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2009

The directors present their report and financial statements for the year ended 31 March 2009.

Directors

The following directors have held office since 1 April 2008:

R Briggs
G Crookston
R C Briggs
G Humphries

Principal activities and review of the business

The principal activity of the company continued to be that of providing pollution control and consultancy services.

Performance Review

Turnover for the year, including share of joint ventures, of £10.5 million was down 6% on the previous year. During the year, the revenue share from our joint venture in Brazil was significantly lower resulting in a disappointing loss of £0.2M from that venture. However, revenues from company trading increased by approx 19% enabling the company to generate a gross profit of £0.7M in 2008-09 compared to small gross loss of £0.3M in the previous financial year. This improved position reflects the developments made in the services provided by the UK business over the past 12 months. The two new joint ventures in Malta and Oman remain in an embryonic phase and have not significantly impacted the result for the year.

The group turnover, net of joint ventures, increased by 18.9% in the year from £4.6m to £5.5m. The operating loss before the share of joint venture results decreased from £1.3m to £0.2m. The operating loss including the joint venture results decreased from £0.7m to £0.4m.

The Directors feel that this significant improvement in the operating performance vindicates the decision of the Holding Company, Briggs Commercial Limited to continue to support the Company in the past year and also going forward.

Market Developments

The company is continuing to develop its business in the UK by offering a fuller scope of service to clients, and extending our participation in the supply chain and we expect the results in 2009/2010 to reflect further progress. A number of new opportunities have been identified, in particular overseas. The joint venture in Egypt continues to perform well and the new joint ventures in Malta and Oman will continue to be nurtured and suitable business opportunities identified. As highlighted above the result of the joint venture in Brazil was disappointing and following a strategic review the company has reduced its shareholding in this venture to 5% from April 2009.

The Directors expect to realise the full value of the Brazilian interests.

BRIGGS ENVIRONMENTAL SERVICES LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2009

Business Risks

With regard to our Environmental Services activities in the UK, utilisation of the workforce is the key to profitability in this area. A significant part of the revenue generated in this area is on a call out basis and is subject to fluctuations driven by customer requirements. We are progressively offering an extended supply chain and a fuller scope of services to clients. This makes the company a more attractive solution to a client, and also reduces the risk of lower utilisation rates. The existing joint venture operations remain stable.

In terms of the financial risk in the present economic climate, the Group continues to finance any expansion of its activities through long term bank funding where the funding term is matched to the life of the asset or the contract which the asset is being purchased to service.

At the time of writing, the Group's operational bank account remains within it's facility and the forecasts that have been prepared indicate that this will continue to be the case.

The Group does not have to roll over any loans in the next twelve months.

Briggs Commercial Limited has issued a letter of support to the Company confirming that it will continue to support the Company over the next twelve months.

Trading

Although the results in the year are not profitable, they represent a significant improvement on the prior year, particularly in view of the effect that the performance in Brazil has had on the profitability. The potential for the future earnings remains positive, driven by management effort which has been applied to continually improve the UK trading position aided by performance in the existing overseas joint ventures, allied to the increasing number of opportunities which are arising in new geographical markets.

Health & Safety

Health and Safety is a key foundation upon which we build in every area of our business. During the past 12 months the Board has continued to focus a significant effort in monitoring and improving our health and safety performance. For the period April 08 to March 09 our Incident Frequency Rate (IFR) was 0.0 per 100,000 man hours. (2008:0.6 per 100,000 man hours)

The target for the next 12 months is to continuously improve our performance in all areas of health and safety.

Corporate and Social Responsibility

The company has continued to develop a comprehensive Corporate and Social Responsibility Policy. It is being aligned to an agreed set of core values which will be the foundation of our long term principles and operating philosophy. This is a high priority within the company and is being championed by the Chairman and Managing Director. Briggs is fully aware that it not only has a responsibility for all of its employees' well being, but also that of the environment and community as a whole. The policy will incorporate Health and Safety, Service Delivery, Business and Energy Efficiency, Environmental Management, Sustainability, Workplace, Training and Development and Business Ethics. It will include reporting upon our carbon footprint and other environmental KPIs, with each area having clearly defined Standards of Performance and Key Performance Indicators set, and these will be monitored and reported to the Board on a frequent basis.

Headcount

The permanent headcount has decreased slightly during the year, in spite of the growth in business activity reflecting the efficiencies introduced into the UK business. We continue to utilise temporary employees to cover the peak requirements in as required, which is the most cost effective way of delivering our business. The total headcount, including contract staff, as at 31 March 2009 was 97 excluding our joint ventures in Egypt, Brazil and Malta (31 March 2008 = 101).

Results and dividends

The consolidated profit and loss account for the year is set out on page 6.

BRIGGS ENVIRONMENTAL SERVICES LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2009

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Morris & Young be reappointed as auditors of the company will be put to the Annual General Meeting.

Directors' responsibilities

The directors are responsible for preparing 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). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the group and of the profit or loss of the group 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 estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business.

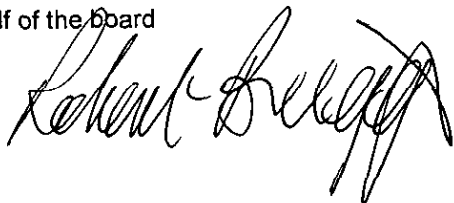
The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors' are responsible for the maintenance and integrity of the company website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the group'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 group's auditors are aware of that information.

On behalf of the Board



R Briggs
Director

28 January 2010

BRIGGS ENVIRONMENTAL SERVICES LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS OF BRIGGS ENVIRONMENTAL SERVICES LIMITED

We have audited the group and parent company financial statements (the "financial statements") of Briggs Environmental Services Limited for the year ended 31 March 2009 set out on pages 6 to 28. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. 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

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the directors' report is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the group's and the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

BRIGGS ENVIRONMENTAL SERVICES LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE SHAREHOLDERS OF BRIGGS ENVIRONMENTAL SERVICES LIMITED

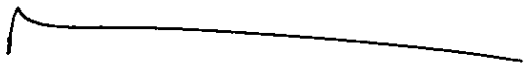
Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the group's and parent company's affairs as at 31 March 2009 and of the group's loss for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Directors' Report is consistent with the financial statements.

Fundamental uncertainty

In forming our opinion, we have considered the continuing support from Briggs Commercial Limited. The financial statements have been prepared on a going concern basis, the validity of which depends on the continuing support from Briggs Commercial Limited. The financial statements do not include any adjustments that would result from a failure to obtain continuing support. Details of the circumstances relating to this fundamental uncertainty are described in note 1. Our opinion is not qualified in this respect.



Morris & Young, Statutory Auditor
Chartered Accountants & Registered Auditors
6 Atholl Crescent
PERTH
PH1 5JN

BRIGGS ENVIRONMENTAL SERVICES LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2009

	Notes	2009 £	2008 £
Turnover	2		
Group and share of joint ventures		10,482,285	11,205,659
Less: share of joint venture		(5,008,161)	(6,602,694)
Group turnover		5,474,124	4,602,965
Cost of sales		(4,797,477)	(4,926,287)
Gross profit/(loss)		676,647	(323,322)
Administrative expenses		(845,439)	(1,000,252)
Other operating income		-	20,822
Group operating loss	3	(168,792)	(1,302,752)
Share of operating (loss)/profit in Joint ventures		(218,355)	586,089
		(387,147)	(716,663)
Interest payable and similar charges	4	(6,903)	(7)
(Loss)/Profit on ordinary activities before taxation		(394,050)	(716,670)
Tax on (loss)/profit on ordinary activities*	5	72,659	(225,311)
(Loss)/profit on ordinary activities after taxation		(321,391)	(941,981)

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

***Tax relates to the following:**

Parent and subsidiaries	-
Joint Ventures	(72,659)

BRIGGS ENVIRONMENTAL SERVICES LIMITED

STATEMENT OF RECOGNISED GAINS AND LOSSES FOR THE YEAR ENDED 31 MARCH 2009

	2009 £	2008 £
(Loss)/profit for the financial year	(321,391)	(941,981)
Currency translation differences on foreign currency net investments	191,334	201,489
Total recognised gains and losses relating to the year	<u>(130,057)</u>	<u>(740,492)</u>

BRIGGS ENVIRONMENTAL SERVICES LIMITED

BALANCE SHEETS AS AT 31 MARCH 2009

		Group 2009	2008	Company 2009	2008
	Notes	£	£	£	£
Fixed assets					
Tangible assets	7	794,676	752,075	794,676	752,075
Investments	8	-	-	2	2
		<u>794,676</u>	<u>752,075</u>	<u>794,678</u>	<u>752,077</u>
Investments in joint ventures:	8				
Share of gross assets		4,119,901	3,122,573	2,855,714	2,766,723
Share of gross liabilities		(2,383,353)	(1,477,571)	(1,550,846)	(1,357,198)
		<u>2,531,224</u>	<u>2,397,077</u>	<u>2,099,546</u>	<u>2,161,602</u>
Current assets					
Stocks	9	292,237	351,922	292,237	351,922
Debtors	10	2,255,824	1,447,079	2,359,620	1,447,079
Cash at bank and in hand		49,133	89,944	49,133	89,944
		<u>2,597,194</u>	<u>1,888,945</u>	<u>2,700,990</u>	<u>1,888,945</u>
Creditors: amounts falling due within one year	11	(4,853,306)	(3,880,852)	(4,647,933)	(3,867,591)
Net current liabilities		<u>(2,256,112)</u>	<u>(1,991,907)</u>	<u>(1,946,943)</u>	<u>(1,978,646)</u>
Total assets less current liabilities		<u>275,112</u>	<u>405,170</u>	<u>152,603</u>	<u>182,956</u>
Capital and reserves					
Called up share capital	13	1,000	1,000	1,000	1,000
Other reserves	14	269,641	78,307	185,663	102,005
Profit and loss account	14	4,471	325,863	(34,060)	79,951
Shareholders' funds - equity interests	15	<u>275,112</u>	<u>405,170</u>	<u>152,603</u>	<u>182,956</u>

The financial statements were approved by the board and authorised for issued on 28 January 2010

R C Briggs
Director

BRIGGS ENVIRONMENTAL SERVICES LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2009

	2009		2008	
	£	£	£	£
Net cash inflow/(outflow) from operating activities		453,441		(701,617)
Returns on investments and servicing of finance				
Interest paid	(6,903)		(7)	
Dividends received from joint ventures	42,813		393,044	
Net cash inflow for returns on investments and servicing of finance		35,910		393,037
Taxation		-		232,070
Capital expenditure and financial investment				
Payments to acquire tangible assets	(147,548)		(53,145)	
Payments to acquire investments	(88,721)		(46,940)	
Receipts from sales of tangible assets	10,570		2,105	
Net cash outflow for capital expenditure		(225,699)		(97,980)
Net cash inflow/(outflow) before management of liquid resources and financing		263,652		(174,490)
Increase/(decrease) in cash in the year		263,652		(174,490)

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2009

1	Reconciliation of operating loss to net cash inflow/(outflow) from operating activities	2009	2008		
		£	£		
	Operating loss	(168,792)	(1,302,752)		
	Depreciation of tangible assets	89,954	91,078		
	Loss/(profit) on disposal of tangible assets	4,422	1,241		
	Decrease in stocks	59,685	338,704		
	(Increase)/decrease in debtors	(808,745)	356,383		
	Increase/(decrease) in creditors within one year	1,276,917	(186,271)		
	Net cash inflow/(outflow) from operating activities	453,441	(701,617)		
2	Analysis of net debt	1 April 2008	Cash flow	Other non-	31 March 2009
			cash changes		
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	89,944	(40,811)	-	49,133
	Bank overdrafts	(2,052,531)	304,463	-	(1,748,068)
		(1,962,587)	263,652	-	(1,698,935)
	Net debt	(1,962,587)	263,652	-	(1,698,935)
3	Reconciliation of net cash flow to movement in net debt	2009	2008		
		£	£		
	Increase/(decrease) in cash in the year	263,652	(174,490)		
	Movement in net debt in the year	263,652	(174,490)		
	Opening net debt	(1,962,587)	(1,788,097)		
	Closing net debt	(1,698,935)	(1,962,587)		

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2009

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

Profitability is expected to return to the Group as a result of various commercial actions that have been taken.

If the company does not return to profitability, the group may have to depend on the continuing support of Briggs Commercial Limited, the ultimate parent company.

Assurances have been received from Briggs Commercial Limited that this support will be forthcoming. On this basis, the directors consider it appropriate to prepare the financial statements on the going concern basis. The financial statements do not include any adjustments that would result from the withdrawal of this support.

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 Basis of consolidation

The consolidated profit and loss account and balance sheet include the financial statements of the company and its subsidiary undertakings and joint ventures, to the extent of group ownership, made up to 31 March 2009. The results of subsidiaries sold or acquired are included in the profit and loss account up to, or from the date control passes. Intra-group sales and profits are eliminated fully on consolidation. The subsidiary is Briggs (Overseas) Limited which was acquired in January 2006. Joint ventures are those undertakings, not recognised as subsidiaries, in which the group has a participating interest and are jointly controlled. The group's share of the results of joint ventures, which are accounted for under the net equity method, are included in the profit and loss, and its share of their net assets are included in investments in the group balance sheet.

1.4 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.5 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life.

1.6 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land 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:

Land and buildings Freehold	None
Land and buildings Leasehold	Straight line over the term of the lease
Fixtures, fittings & equipment	10 - 15% Reducing balance & 33% Straight line
Motor vehicles	25% Reducing balance

1.7 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

1 Accounting policies

(continued)

1.8 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.9 Stock and work in progress

Stock is valued at lower of cost or net realisable value. Work in progress is valued at selling price.

1.10 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services to third parties in the normal course of business net of VAT and trade discounts. Revenue from goods and services is recognised when goods and services have been provided and the right to consideration has been earned.

1.11 Pensions

The Group operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.12 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.13 Foreign currency translation

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

1.14 Liquid resources

Included in liquid resources are current asset investments held as readily disposable stores of value. There has been no change in the definition of liquid resources during the year.

2 Turnover

The total turnover of the group for the year has been derived from its principal activity.

The segmental analysis by geographical area is disclosed in the ultimate parent company's group accounts.

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

3	Operating loss	2009	2008
		£	£
	Operating loss is stated after charging:		
	Depreciation of tangible assets	89,954	91,078
	Loss on disposal of tangible assets	4,422	1,241
	Loss on foreign exchange transactions	-	22,580
	Operating lease rentals	344,235	284,651
	Fees payable to the group's auditor for the audit of the group's annual accounts (company £3,000; 2008: £3,000)	3,000	3,000
	and after crediting:		
	Profit on foreign exchange transactions	(61,488)	-
		<u> </u>	<u> </u>
4	Interest payable	2009	2008
		£	£
	On bank loans and overdrafts	6,903	-
	On overdue tax	-	7
		<u> </u>	<u> </u>
		6,903	7
		<u> </u>	<u> </u>

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

5	Taxation	2009	2008
	Current tax charge	-	-
		<u> </u>	<u> </u>
	Factors affecting the tax charge for the year		
	Loss on ordinary activities before taxation	(132,882)	(909,715)
		<u> </u>	<u> </u>
	Loss on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 28.00% (2008 - 20.00%)	(37,207)	(181,943)
		<u> </u>	<u> </u>
	Effects of:		
	Non deductible expenses	20,744	97,655
	Depreciation add back	26,425	18,464
	Capital allowances	-	(32,695)
	Tax losses utilised	2,026	181,292
	Dividends and distributions received	(11,988)	(78,609)
	Other tax adjustments	-	(4,164)
		<u> </u>	<u> </u>
		37,207	181,943
		<u> </u>	<u> </u>
	Current tax charge	-	-
		<u> </u>	<u> </u>

The company has estimated losses of £ 895,158 (2008 - £ 895,158) available for carry forward against future trading profits.

6 Profit/(loss) for the financial year

As permitted by section 230 of the Companies Act 1985, the holding company's profit and loss account has not been included in these financial statements. The profit/(loss) for the financial year is made up as follows:

	2009	2008
	£	£
Holding company's profit/(loss) for the financial year	74,305	(565,737)
	<u> </u>	<u> </u>

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

7 Tangible fixed assets

Group

	Land and buildings Freehold £	Land and buildings Leasehold £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost					
At 1 April 2008	111	21,506	1,257,061	154,238	1,432,916
Additions	-	-	132,548	15,000	147,548
Disposals	-	-	(7,043)	(29,327)	(36,370)
At 31 March 2009	111	21,506	1,382,566	139,911	1,544,094
Depreciation					
At 1 April 2008	111	6,930	553,305	120,496	680,842
On disposals	-	-	(2,906)	(18,472)	(21,378)
Charge for the year	-	2,376	79,981	7,597	89,954
At 31 March 2009	111	9,306	630,380	109,621	749,418
Net book value					
At 31 March 2009	-	12,200	752,186	30,290	794,676
At 31 March 2008	-	14,576	703,757	33,742	752,075

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

Tangible fixed assets (continued)

Company

	Land and buildings Freehold £	Land and buildings Leasehold £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost					
At 1 April 2008	111	21,506	1,257,061	154,238	1,432,916
Additions	-	-	132,548	15,000	147,548
Disposals	-	-	(7,043)	(29,327)	(36,370)
At 31 March 2009	111	21,506	1,382,566	139,911	1,544,094
Depreciation					
At 1 April 2008	111	6,930	553,305	120,496	680,842
On disposals	-	-	(2,906)	(18,472)	(21,378)
Charge for the year	-	2,376	79,981	7,597	89,954
At 31 March 2009	111	9,306	630,380	109,621	749,418
Net book value					
At 31 March 2009	-	12,200	752,186	30,290	794,676
At 31 March 2008	-	14,576	703,757	33,742	752,075

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2009

8 Fixed asset investments Group

Interests in joint ventures:

	£	£
Cost		
Group's share of post-acquisition reserves:		
At 1 April 2008	1,645,002	
Exchange adjustment	191,334	
Share issue	88,720	
Share of retained profits/(losses) for the year	(188,508)	
At 31 March 2009		1,736,548

Fixed asset investments - other

Alpina Briggs Defesa Ambiental S.A.

Alpina Briggs Defesa Ambiental S.A. provides pollution control services. The group owns 33 1/3% of the common share capital of the company.

Accounts for the period ended 31 December 2008

Share of turnover		4,550,212
Share of profit/(loss) before tax	(260,974)	
Taxation	72,659	
Profit/(loss) after tax		(188,315)

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

8 Fixed asset investments

(continued)

Share of assets		
Fixed assets	752,591	
Current assets	<u>2,103,123</u>	
		2,855,714
Share of liabilities		
Due within one year or less	(1,290,205)	
Due after more than one year	<u>(260,641)</u>	
		<u>(1,550,846)</u>
Share of net assets		<u><u>1,304,868</u></u>

Fixed asset investments - other

Briggs Egypt Marine Environmental Services

Briggs Egypt Marine Environmental Services provides pollution control services. The company owns 50% of the share capital of the company.

Accounts for the period ended 31 December 2008

Share of turnover		<u><u>134,267</u></u>
Share of profit before tax	120,299	
Taxation	<u>-</u>	
Profit after tax		<u><u>120,299</u></u>
Share of assets		
Fixed assets	294,917	
Current assets	<u>177,471</u>	
		472,388
Share of liabilities		
Due within one year or less	(85,769)	
Due after more than one year	<u>-</u>	
		<u><u>(85,769)</u></u>
Share of net assets		<u><u>386,619</u></u>

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

8 Fixed asset investments

(continued)

Alpha Briggs Mediterranean Limited

Alpha Briggs Mediterranean Limited provides pollution control services. The company owns 50% of the share capital of the company.

Accounts for the year ended 31 March 2009

Share of turnover	256,879
-------------------	---------

Share of profit/(loss) before tax	(12,035)
Taxation	-

Profit/(loss) after tax	(12,035)
-------------------------	----------

Share of assets

Fixed assets	429,227
--------------	---------

Current assets	208,947
----------------	---------

638,174

Share of liabilities

Due within one year or less	(457,585)
-----------------------------	-----------

Due after more than one year	(179,692)
------------------------------	-----------

(637,277)

Share of net assets

897

Oman Petro Environmental Services Company

Oman Petro Environmental Services Company provides pollution control services. The company owns 40% of the share capital of the company.

Accounts for the period to 31 December 2008

Share of turnover	66,803
-------------------	--------

Share of profit/(loss) before tax	(65,645)
Taxation	-

Profit/(loss) after tax	(65,645)
-------------------------	----------

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

8	Fixed asset investments		(continued)
	Share of assets		
	Fixed assets	60,180	
	Current assets	93,445	
			153,625
	Share of liabilities		
	Due within one year or less	(109,461)	
	Due after more than one year	-	
			(109,461)
	Share of net assets		44,164
	Fixed asset investments		
	Company		
			Shares in group undertakings £
	Cost		
	At 1 April 2008 & at 31 March 2009		2
	Net book value		
	At 31 March 2009		2
	At 31 March 2008		2
	Interests in joint ventures:		
		£	£
	Cost		
	Company's share of post-acquisition reserves:		
	At 1 April 2008	1,409,525	
	Exchange adjustment	83,658	
	Share issue	-	
	Share of retained profits/(losses) for the year	(188,315)	
	At 31 March 2009		1,304,868
	Fixed asset investments - other		
	Alpina Briggs Defesa Ambiental S.A.		

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

8 Fixed asset investments (continued)

Alpina Briggs Defesa Ambiental S.A. provides pollution control services. The group owns 33 1/3% of the common share capital of the company.
Accounts for the period ended 31 December 2008

Share of turnover		4,550,212
Share of profit/(loss) before tax	(260,974)	
Taxation	72,659	
Profit after tax		(188,315)
Share of assets		
Fixed assets	752,591	
Current assets	2,103,123	
		2,855,714
Share of liabilities		
Due within one year or less	(1,290,205)	
Due after more than one year	(260,641)	
		(1,550,845)
Share of net assets		1,304,868

In the opinion of the directors, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Class	Shares held %
Subsidiary undertakings			
Briggs (Overseas) Limited	Scotland	Ordinary	100

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

8 Fixed asset investments (continued)

The principal activity of these undertakings for the last relevant financial year was as follows:

	Principal activity
Briggs (Overseas) Limited	Dormant

9 Stocks and work in progress

	Group 2009 £	2008 £	Company 2009 £	2008 £
Work in progress	113,582	194,131	113,582	194,131
Finished goods and goods for resale	178,655	157,791	178,655	157,791
	<u>292,237</u>	<u>351,922</u>	<u>292,237</u>	<u>351,922</u>

10 Debtors

	Group 2009 £	2008 £	Company 2009 £	2008 £
Trade debtors	1,616,154	1,044,927	1,616,154	1,044,927
Amounts owed by group undertakings	-	-	146,609	-
Other debtors	483,490	344,590	440,677	344,590
Prepayments and accrued income	156,180	57,562	156,180	57,562
	<u>2,255,824</u>	<u>1,447,079</u>	<u>2,359,620</u>	<u>1,447,079</u>

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

11 Creditors : amounts falling due within one year

	Group 2009 £	2008 £	Company 2009 £	2008 £
Bank loans and overdrafts	1,748,068	2,052,531	1,748,068	2,052,531
Trade creditors	159,441	281,743	159,441	281,743
Amounts owed to group undertakings	2,219,247	848,532	2,013,874	835,271
Taxes and social security costs	140,311	93,899	140,311	93,899
Other creditors	205,139	72,982	205,139	72,982
Accruals and deferred income	381,100	531,165	381,100	531,165
	<u>4,853,306</u>	<u>3,880,852</u>	<u>4,647,933</u>	<u>3,867,591</u>

The bank overdraft is secured by means of a floating charge over the assets of the company.

12 Pension and other post-retirement benefit commitments

Defined contribution

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund.

	2009 £	2008 £
Contributions payable by the group for the year	<u>36,335</u>	<u>19,890</u>

13 Share capital

	2009 £	2008 £
Authorised		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

14 Statement of movements on reserves Group

	Other reserves (see below) £	Profit and loss account £
Balance at 1 April 2008	78,307	325,862
Retained profit for the year	-	(321,391)
Foreign currency translation differences	191,334	-
Balance at 31 March 2009	<u>269,641</u>	<u>4,471</u>

Other reserves

Exchange

Balance at 1 April 2008	78,307
Foreign currency translation differences	191,334
Balance at 31 March 2009	<u>269,641</u>

Company

	Profit and loss account £
Balance at 1 April 2008	79,950
Retained loss for the year	(114,010)
Balance at 31 March 2009	<u>(34,060)</u>

Other reserves

Exchange

Balance at 1 April 2008	102,005
Foreign currency translation differences	83,658
Balance at 31 March 2009	<u>185,663</u>

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

15 Reconciliation of movements in shareholders' funds	2009	2008
	£	£
Group		
(Loss)/Profit for the financial year	(321,391)	(941,981)
Other recognised gains and losses	191,334	201,489
Net (depletion in)/addition to shareholders' funds	(130,057)	(740,492)
Opening shareholders' funds	405,170	1,145,662
Closing shareholders' funds	275,112	405,170
	2009	2008
	£	£
Company		
(Loss)/Profit for the financial year	(114,010)	(577,070)
Other recognised gains and losses	83,658	196,647
Net addition to/(depletion in) shareholders' funds	(30,352)	(380,423)
Opening shareholders' funds	182,956	563,379
Closing shareholders' funds	152,603	182,956

16 Contingent liabilities

Group

The company's bankers hold a floating charge over the assets of the company which serves to guarantee the borrowings of the company and also those of the parent company Briggs Commercial Limited. There is also a cross guarantee from Briggs Environmental Services Limited on behalf of each of the other group companies. The amount is not determinable.

Company

The company's bankers hold a floating charge over the assets of the company which serves to guarantee the borrowings of the company and also those of the parent company Briggs Commercial Limited. There is also a cross guarantee from Briggs Environmental Services Limited on behalf of each of the other group companies. The amount is not determinable.

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

17 Financial commitments

At 31 March 2009 the group had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	2009	2008
	£	£
Expiry date:		
Within one year	107,400	107,400
Between two and five years	33,704	76,600
In over five years	59,849	57,314
	<u>200,953</u>	<u>241,314</u>

At 31 March 2009 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	2009	2008
	£	£
Expiry date:		
Within one year	107,400	107,400
Between two and five years	33,704	76,600
In over five years	59,849	57,314
	<u>200,953</u>	<u>241,314</u>

18 Directors' emoluments

	2009	2008
	£	£
Emoluments for qualifying services	107,175	-
Company pension contributions to money purchase schemes	9,135	-
	<u>116,310</u>	<u>-</u>

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 1 (2008- 1).

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

19 Employees

Number of employees

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

	2009 Number	2008 Number
Production & sales	83	77
Management & administration	16	22
	<u>99</u>	<u>99</u>

Employment costs

	2009 £	2008 £
Wages and salaries	2,181,830	1,846,384
Social security costs	166,096	146,423
Other pension costs	36,335	19,890
	<u>2,384,261</u>	<u>2,012,697</u>

20 Control

The ultimate parent company is Briggs Commercial Limited, a company registered in Scotland. Briggs Commercial Limited prepares group financial statements and copies can be obtained from - Companies House, 139 Fountainbridge, Edinburgh.

BRIGGS ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

21 Related party transactions

Group

The company is exempt from disclosing the transactions with the other members of the group, as it is a wholly owned subsidiary and group accounts are prepared.

During the year Briggs Environmental Services Limited has been charged rent of £96,000 (2008 - £96,000) for the warehouse in Baku by Briggs Commercial Limited Pension Scheme. There is nil (2008 - nil) due to Briggs Commercial Limited Pension Scheme at the year end.

During the year Briggs Environmental Services Limited has received £75,064 (2008 - nil) from Briggs Spilfyter Limited, a company that is a joint venture of Briggs Commercial Limited. Briggs Environmental Services Limited has provided funds of £23,057 (2008 - £26,347) to Briggs Spilfyter Limited. These transactions have been entered in a loan account and the balance due to Briggs Spilfyter Limited at the year end is £92,511 (2008 - £5,610 debtor).

Also during the year Briggs Environmental Services Limited has provided funds of £73,129 (2008 - £48) to Alpha Briggs Mediterranean Limited. Alpha Briggs Mediterranean Limited is owned 50% by Briggs (Overseas) Limited. Briggs Environmental Services Limited has also provided services of £39,215 to Alpha Briggs Mediterranean Limited. Alpha Briggs Mediterranean Limited is due Briggs Environmental Services Limited £114,132 (2008 - £1,788) at the year end.

Briggs Environmental Services Limited has provided funds of £nil (2008 - £60,000) to Oman Petro Environmental Services Company, a company that is owned 40% by Briggs Overseas Limited. Oman Petro Environmental Services Company is due Briggs Environmental Services Limited £60,000 (2008 - £60,000) at the year end.

No provision has been made against any of the debts due to or from related parties identified nor have any amounts been written off in the year in respect of debts due to or from related parties.

Company

All transactions included in the note above.

22 Post Balance Sheet Events

Group

Subsequent to the year end, the shareholding in the Brazilian joint venture has been reduced. The Directors are satisfied that the agreement reached with Alpina Ambiental SA, the joint venture partner acquiring the shares being disposed of, will result in the realisation of the full value of the shareholding being disposed of.