

# **Letchworth Investments Limited**

Registered No. 6742553

Unaudited Financial Statements

Six months to 31 December 2009

# Letchworth Investments Limited

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## Unaudited group profit and loss account

Six months to 31 December 2009

	<i>Notes</i>	<i>Six months to 31 December 2009 £000's</i>	<i>Incorporation to 30 June 2009 £000's</i>
Administrative expenses – continuing		(131)	(121)
Costs of sale of previously owned subsidiaries – discontinued activities		<u>-</u>	<u>36</u>
<b>Operating (loss) before interest and taxation:</b>			
Continuing		(131)	(121)
Discontinued activities		<u>-</u>	<u>36</u>
		(131)	(85)
Interest receivable	2	391	33
Interest payable	2	-	(337)
		<u>260</u>	<u>(389)</u>
<b>Profit (loss) on ordinary activities before taxation</b>			
Taxation (charge) credit		(73)	105
		<u>187</u>	<u>(284)</u>
<b>Profit (loss) on ordinary activities after taxation</b>			

There are no recognised gains or losses other than those shown in the profit and loss account above and therefore no separate statement of total recognised gains and losses is presented.

# Letchworth Investments Limited

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## Unaudited reconciliation of group shareholders funds for the six months ended 31 December 2009

	<i>31 December 2009 £000's</i>	<i>30 June 2009 £000's</i>
Shareholders funds at start	2,665	
Total recognised gains and losses	187	(284)
Other movements:		
New shares issued	-	11
Share premium	-	2,938
Shareholders funds at end	<u>2,852</u>	<u>2,665</u>

# Letchworth Investments Limited

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## Unaudited group balance sheet at 31 December 2009

	<i>Notes</i>	<i>31 December 2009 £000's</i>	<i>30 June 2009 £000's</i>
<b>Fixed Assets</b>			
Negative Goodwill	3	<u>(4,571)</u>	<u>(4,571)</u>
<b>Current Assets</b>			
Debtors		10	19
Cash at bank and in hand	5	<u>8,012</u>	<u>7,755</u>
		8,022	7,774
<b>Creditors:</b> amounts falling due within one year		<u>(114)</u>	<u>(53)</u>
<b>Net current assets</b>		<u>7,908</u>	<u>7,721</u>
<b>Total Assets Less Current Liabilities</b>		3,337	3,150
<b>Provisions for liabilities</b>		<u>(485)</u>	<u>(485)</u>
<b>Net assets</b>		<u>2,852</u>	<u>2,665</u>
<b>Capital and Reserves</b>			
Called up share capital	4	11	11
Share premium		2,938	2,938
Profit and loss account		<u>(97)</u>	<u>(284)</u>
Shareholders equity		<u>2,852</u>	<u>2,665</u>

# Letchworth Investments Limited

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## Unaudited group cash flow statement

For the six months to 31 December 2009

	<i>Notes</i>	<i>31 December 2009 £000's</i>	<i>30 June 2009 £000's</i>
<i>Net cash outflow from operating activities</i>	5	(134)	(464)
<b>Returns on investments and servicing of finance</b>		27	33
<i>Acquisitions</i>			
Cash acquired with subsidiary undertaking		-	8,523
(Decrease) increase in cash		<u>(107)</u>	<u>8,092</u>
<b>Reconciliation of net cash to movement in net debt</b>			
(Decrease) increase in cash		(107)	8,092
Change in net debt resulting from cash flows		<u>(107)</u>	<u>8,092</u>
Exchange differences		<u>364</u>	<u>(337)</u>
<b>Movement in funds</b>		257	7,755
<b>Funds at start</b>		<u>7,755</u>	<u>-</u>
<b>Funds at end</b>		<u><u>8,012</u></u>	<u><u>7,755</u></u>

# Letchworth Investments Limited

## Notes to the unaudited financial statements at 31 December 2009

### 1. Financial information

The financial information contained in this statement does not constitute statutory accounts as defined in the Companies Act 2006. The financial information for the period from date of incorporation to 30 June 2009 is taken from the audited statutory accounts. The June 2009 accounts on which the auditors issued an unqualified opinion have been filed with the Registrar of Companies.

### 2. Interest receivable and payable

	<i>Six months to 31 December 2009 £000's</i>	<i>Incorporation to 30 June 2009 £000's</i>
<b><u>Interest receivable</u></b>		
Interest	27	33
Foreign exchange gain on retranslation of cash deposit	364	-
	<u>391</u>	<u>33</u>
<b><u>Interest payable</u></b>		
Foreign exchange loss on retranslation of cash deposit	-	(337)

### 3. Negative goodwill

	<i>31 December 2009 £000's</i>	<i>30 June 2009 £000's</i>
Cost:		
At start	(4,571)	-
Acquisition of Fayrewood Limited	-	(4,571)
At end	<u>(4,571)</u>	<u>(4,571)</u>
Amortisation:		
At start	-	-
Release during the period	-	-
At end	<u>-</u>	<u>-</u>
Net book value of negative goodwill	<u>(4,571)</u>	<u>(4,571)</u>

# Letchworth Investments Limited

## Notes to the unaudited financial statements at 31 December 2009

### 4. Authorised and issued share capital

	<i>30 Jun &amp; 31 Dec 2009 No.</i>	<i>30 Jun &amp; 31 Dec 2009 £000's</i>
Authorised:		
Deferred shares of £1 each	<u>100</u>	<u>-</u>
Ordinary shares of 0.1p each	<u>23,258,000</u>	<u>23</u>
Allotted, called up and fully paid:		
Ordinary shares of 0.1p each	<u>10,492,127</u>	<u>11</u>
Deferred shares	<u>100</u>	<u>-</u>

On 25 February 2009, Letchworth Investments acquired Fayrewood Limited (formerly Fayrewood plc) under a Scheme of Arrangement approved by the EGM of Fayrewood plc on 5 January 2009 and sanctioned by the High Court on 10 February 2009.

The acquisition was settled via cash consideration of £26,366,000. In accordance with the Scheme, the acquisition was funded by receipt of a dividend from Fayrewood Limited.

Fayrewood shareholders were offered one of the following:

- Cash of £1.26 per share; or
- Cash of £0.98 per share and 1 Letchworth share.

This resulted in the issue of 10,492,127 Letchworth ordinary shares of 0.1p.

### 5. Notes to the statement of cash flows

#### (a) Reconciliation of operating loss to net cash flow from operating activities

	<i>December 2009 £000's</i>	<i>June 2009 £000's</i>
Group operating loss	(131)	(85)
Decrease in debtors	9	6
Decrease in creditors	(12)	(120)
Decrease in warranties provision	<u>-</u>	<u>(265)</u>
Net cash from operating activities	<u>(134)</u>	<u>(464)</u>

#### (b) Analysis of debt

	<i>At 30 June 2009 £000's</i>	<i>Cash Flow £000's</i>	<i>Exchange differences £000's</i>	<i>At 31 Dec 2009 £000's</i>
Cash at bank and in hand	<u>7,755</u>	<u>(107)</u>	<u>364</u>	<u>8,012</u>