

PINNACLE MAINTENANCE SERVICES LIMITED

**DIRECTORS' REPORT AND FINANCIAL
STATEMENTS**

For the year ended 31 March 2009

PINNACLE MAINTENANCE SERVICES LIMITED

For the year ended 31 March 2009

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PINNACLE MAINTENANCE SERVICES LIMITED
DIRECTORS' REPORT

For the year ended 31 March 2009

FINANCIAL STATEMENTS

The directors present their report and financial statements for the year ended 31 March 2009, which have been prepared under the historical cost convention and the accounting policies set out therein.

PRINCIPAL ACTIVITY AND REVIEW OF THE BUSINESS

The principal activity of the business is to provide call handling services to the repairs and maintenance sector.

During the year the Pinnacle psg Ltd, the Companies parent Company, purchased the shares of the Directors. The shares were purchased for £360,000 and at the same time the interim management part of the business was sold to Just Housing (UK) Ltd for £73,507.

On 1 January 2009 Equipe and the contracts within Equipe, a trading arrangement with John Laing Integrated Services Limited, were transferred to Equipe Regeneration Limited. Equipe Regeneration Limited is owned 50% by Pinnacle psg Limited, the parent company of Pinnacle Maintenance Services Limited and 50% by John Laing Integrated Services Limited.

The remaining business is the call handling business known as Pinnacle Homecare which provides call handling services to the repairs and maintenance sector. Turnover in the business remained constant year on year but operating profit more than doubled due to IT maintenance costs being incurred in the previous year not incurred this financial year. Pinnacle Homecare operates in a niche market, therefore the primary risk to the business is competition from large call centre businesses. Pinnacle Homecare mitigates this risk by ensuring that it constantly meets the needs of its customers and looks to increase its performance through technological development.

RESULTS AND DIVIDENDS

The Company made a profit before exceptional items of £592,982 (2008: £802,475). The profit for the year after exceptional items and taxation amounted to £551,515 (2008: £354,475). The exceptional item in the year of £41,467 related to re-organisation costs and the £448,000 in 2008 related to a share buy back arrangement with the directors and the parent company. The directors do not recommend the payment of a dividend (2008: £nil).

FINANCIAL INSTRUMENTS

The Company does not actively use financial instruments as part of its financial risk management. It is exposed to the usual credit risk and cash flow risk associated with selling on credit and manages this through credit control procedures. The nature of its financial instruments means that they are not subject to price risk or liquidity risk.

**PINNACLE MAINTENANCE SERVICES LIMITED
DIRECTORS' REPORT**

For the year ended 31 March 2009

DIRECTORS

The directors who served during the year were as follows:

NH Euesden	
PMA Lloyd	
J Pridmore	Resigned 5 th December 2008
M Bradley	Resigned 5 th December 2008
K McCarthy	Resigned 5 th December 2008
GA Blott	
JA Swinney	Resigned 31 st December 2008
A Frith	Appointed 18 th March 2009

DIRECTORS' INTEREST IN SHARES

On 5th December 2008 Pinnacle psg Limited purchased all of the shares held by PMS Directors for £360,000 and from that date owns 100% of the Company's share capital. On the same date contracts with Edinburgh Council and Southwark Borough Council were sold to Just Housing (UK) Limited for £73,507.

EMPLOYEES

The Company's policy is one of equal opportunity in the selection, training, career development and promotion of employees regardless of age, gender, ethnic origin, religion and whether disabled or otherwise, bearing in mind the respective aptitudes and abilities of the applicant concerned. In the event of members of staff becoming disabled every effort is made to ensure that their employment with the Company continues and the appropriate training is arranged. It is the policy of the Company that the training, career development and promotion of a disabled person should, as far as possible, be identical to that of a person who does not suffer from a disability.

Consultation with employees or their representatives has continued at all levels, with the aim of ensuring that views are taken into account when decisions are made that are likely to affect their interests and that all employees are aware of the financial and economic performance of their business units and of the Company as a whole. Communication with all employees continues through the in house newspaper and newsletters, briefing groups and the distribution of the annual report.

DISCLOSURE OF INFORMATION PROVIDED TO AUDITORS

Each of the directors has confirmed that:

- (a) so far as he is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- (b) 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 the Company's auditors are aware of that information.

This report was approved by the Board on 3 December 2009.



Director

PINNACLE MAINTENANCE SERVICES LIMITED
STATEMENT OF DIRECTORS' RESPONSIBILITIES

For the year ended 31 March 2009

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required to give a true and fair view of the state of affairs of the Company and of the profit or loss for that period. In preparing these financial statements the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable 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 company 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 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PINNACLE MAINTENANCE SERVICES LIMITED

For the year ended 31 March 2009

We have audited the financial statements of Pinnacle Maintenance Services Limited for the year ended 31 March 2009 which comprise the profit and loss account, the balance sheet and the related notes. The 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 annual report and 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 have been properly prepared in accordance with the Companies Act 1985. We also report to you if, 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 judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations 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.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
PINNACLE MAINTENANCE SERVICES LIMITED**

For the year ended 31 March 2009

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 Company's affairs as at 31 March 2009 and of its profit 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.

PKF(UK)LLP

PKF (UK) LLP
Registered auditors

London, UK

Date: 3/12/09

PINNACLE MAINTENANCE SERVICES LIMITED

**PROFIT AND LOSS ACCOUNT
For the year 31 March 2009**

	Notes	2009			2008		
		Continuing £	Discontinued £	Total £	Continuing £	Discontinued £	Total £
TURNOVER		1,014,103	3,342,493	4,356,596	1,006,703	6,955,206	7,961,909
Raw materials and consumables		(27)	-	(27)	(911)	-	(911)
Other external charges		(3,570)	(1,967,125)	(1,970,695)	(1,089)	(4,080,596)	(4,081,685)
Staff costs	15	(246,676)	(756,820)	(1,003,496)	(293,285)	(1,606,521)	(1,899,806)
Depreciation of tangible fixed assets	7	(15,760)	(4,380)	(20,140)	(18,446)	(5,123)	(23,569)
Other operating charges		(475,811)	(228,260)	(704,071)	(683,141)	(194,025)	(877,166)
Operating profit before exceptional items	3	272,259	385,908	658,167	9,831	1,068,941	1,078,772
Exceptional items	4	-	(41,467)	(41,467)	-	(448,000)	(448,000)
Operating profit after exceptional items		272,259	344,441	616,700	9,831	620,941	630,772
Interest receivable and similar income	5	-	188,810	188,810	-	78,289	78,289
Interest payable and similar charges	5	(241)	(38,606)	(38,847)	(644)	(1,272)	(1,916)
Profit on ordinary activities before taxation		272,018	494,645	766,663	9,187	697,958	707,145
Tax on profit on ordinary activities	6	(76,240)	(138,908)	(215,148)	(4,582)	(348,088)	(352,670)
Profit for the financial year	12	195,778	355,737	551,515	4,605	349,870	354,475

There are no recognised gains or losses for the financial year other than as stated in the profit and loss account and therefore no separate statement of total recognised gains and losses has been presented.

There is no difference between the profit on ordinary activities before taxation and the retained profit for the year stated above, and their historical cost equivalents.

PINNACLE MAINTENANCE SERVICES LIMITED

**BALANCE SHEET
as at 31 March 2009**

	Notes	2009		2008	
		£	£	£	£
FIXED ASSETS					
Tangible fixed assets	7		19,526		43,707
CURRENT ASSETS					
Stocks – work in progress			-		-
Debtors	8	2,245,542		2,010,751	
Cash at bank		741,698		2,847,050	
			2,987,240		4,857,801
CREDITORS: amounts falling due within one year	9	(1,315,537)		(3,761,794)	
Net current assets			1,671,703		1,096,007
Net assets			1,691,229		1,139,714
CAPITAL AND RESERVES					
Called up share capital	11		10,000		10,000
Profit and loss account	12		1,681,229		1,129,714
Total equity shareholders' funds	13		1,691,229		1,139,714

These financial statements were approved and authorised for issue by the board and were signed on its behalf on 3 December 2009.



Director

PINNACLE MAINTENANCE SERVICES LIMITED

NOTES TO THE ACCOUNTS

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with applicable Accounting Standards. The Company was entitled to a 50% share of Equipe, a trading arrangement with John Laing Integrated Services Limited, a subsidiary of John Laing plc. The contracts within Equipe were transferred to Equipe Regeneration Limited on 1 January 2009. Equipe Regeneration Limited is owned 50% by Pinnacle psg Limited, the parent company of Pinnacle Maintenance Services Limited and 50% by John Laing Integrated Services Limited. The appropriate share of the Equipe results and balance sheet are aggregated with those of the Company up to the date of transfer.

Going Concern

Pinnacle Maintenance Services Limited is part of the Pinnacle Regeneration Group and is exposed to the cross guarantee relating to the Group's bank facility. The Directors of Pinnacle Maintenance Services are content that the Group has sufficient resources for the guarantee not to be called on for a period of at least 12 months and have therefore adopted the going concern basis of preparation for these financial statements. No adjustments have been made to these financial statements in the event of the Group and Company not being a going concern.

Cashflow statement

The company is exempt from the requirement to prepare a cashflow statement under Financial Reporting Standard No.1 on the grounds that the cashflows of the company are consolidated into the cashflow statement presented by Pinnacle psg Limited, the company's immediate parent company.

Turnover

Turnover represents fees receivable for the provision of consultancy services, and is recognised over the period for which the services are delivered.

Turnover, costs and profit in respect of projects within Equipe are recognised as described below:

Appraisal of Profitability of Project

There are two main contracts – refurbishment and repairs & maintenance. The refurbishment contract is for 3 years from date of commencement and the repairs & maintenance contract is for the full 30 year term from the date of commencement. For each contract, the total revenue and related costs as described below are calculated to determine the contract's profitability margin which is recognised in the profit and loss account over the term of the contract after making provision for foreseeable losses. Project profitability is regularly reviewed by the Board and a detailed review exercise is carried out at least once every year.

Recognition of Turnover and Costs

Turnover is determined by the level of activity as measured by the valuation of works completed by management during the period. In respect of both contracts actual costs represent amounts invoiced plus accruals for work completed but not invoiced during the period.

PINNACLE MAINTENANCE SERVICES LIMITED

NOTES TO THE ACCOUNTS

1 ACCOUNTING POLICIES (continued)

Amounts Recoverable on Contracts

Amounts recoverable on contracts are valued at anticipated net sales value of work done after provision for contingencies and anticipated future losses on contracts. Cash received on account of contracts is deducted from amounts receivable on contracts. Such amounts which have been received and exceed amounts recoverable are included in creditors. Contract provisions in excess of amounts recoverable are included in provisions. Any difference between the calculated turnover figure and the invoiced amounts in the month will be treated as deferred income or accrued income as appropriate.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of each asset on a straight-line basis over its estimated useful life as follows:

Fixtures and equipment - 3 to 5 years
Leasehold land and buildings – life of lease

Stock - work in progress

Work in progress is stated at the lower of cost and net realisable value. Cost comprises staff salary costs and expenses reimbursable by clients together with an appropriate proportion of overheads based on normal activity levels. Net realisable value represents estimated selling price after allowing for further costs expected to be incurred to completion.

Deferred taxation

Provision is made for deferred taxation on all material timing differences. Deferred tax assets are recognised where their recovery is considered more likely than not. Deferred tax assets and liabilities have not been discounted.

Pension costs

The Pinnacle Regeneration Group operates a defined contribution pension scheme for eligible employees. The costs incurred are charged against income in the year in which the contributions are made.

Leases

Leasing agreements which transfer to the Company substantially all the benefits and risks of ownership of an asset are treated as if the asset had been purchased outright. The assets are included in fixed assets and the capital elements of the leasing commitments are shown as obligations under finance leases. The lease rentals are treated as consisting of capital and interest elements. The capital element is applied to reduce the outstanding obligations and the interest element is charged against profit in proportion to the reducing capital element outstanding. Assets held under finance leases are depreciated over the useful lives of the equivalent owned assets. Rentals paid under operating leases are charged against income on a straight line basis over the lease term.

PINNACLE MAINTENANCE SERVICES LIMITED

NOTES TO THE ACCOUNTS

2 DISCONTINUED OPERATIONS

Discontinued operations relate to property maintenance service contracts sold to Just Housing (UK) Limited on 5 December 2008 and to the contracts within Equipe that were transferred to Equipe Regeneration Limited on 1 January 2009.

3 OPERATING PROFIT

is stated after charging:	2009 £	2008 £
Operating Leases – other	71,152	26,000
Depreciation - owned assets	19,713	16,885
- leased assets	427	6,684
Auditor's remuneration – for audit services	9,750	10,500

The auditor's remuneration has been accrued by Pinnacle psg Limited and recharged to the Company through its intercompany account.

4 EXCEPTIONAL ITEMS

The exceptional item in the year related to re-organisation costs.

The exceptional item in 2008 represented a charge of £288,000 relating to share arrangements payable to directors of Pinnacle Maintenance Services Limited together with a share based payments charge of £160,000 in respect of shares transferred to those directors in exchange for a variation in the terms of the share arrangements. Under the terms of the share arrangements the directors sold their shares back to the parent company Pinnacle PSG Limited for cash and new shares, classed as management shares, which equate to 25% of the non-PFI business. The cash impact of the exceptional item in the year was £500,000 and gave rise to a tax credit of £nil.

5 INTEREST RECEIVABLE AND PAYABLE

Interest receivable and similar income

	2009 £	2008 £
Inter group interest receivable	57,641	77,858
Interest receivable from bank deposits	131,169	431
	188,810	78,289

Interest payable and similar charges

	2009 £	2008 £
Inter group interest payable	37,152	-
Bank charges	1,453	1,217
Finance leases	242	699
	38,847	1,916

PINNACLE MAINTENANCE SERVICES LIMITED

NOTES TO THE ACCOUNTS

6 TAX ON PROFIT ON ORDINARY ACTIVITIES

(a) Analysis of charge in the period

	2009	2008
	£	£
Current Tax		
United Kingdom corporation tax at 28% (2008: 30%) on profit for the year	-	351,908
Group relief payment	217,987	-
Total current tax	217,987	351,908
Deferred tax		
Origination and reversal of timing differences	(2,839)	762
Total deferred tax	(2,839)	762
Tax charge on profit on ordinary activities	215,148	352,670

(b) Factors affecting tax charge for period

The tax assessed in each period varies from the standard rate of corporation tax in the UK. The differences are explained below:

	2009	2008
	£	£
Profit on ordinary activities before tax	766,663	707,145
Profit on ordinary activities before tax multiplied by standard rate of UK	214,666	212,143
Corporation tax of 28% (2008:30%)	482	139,619
Expenses not deductible for taxation purposes	5,639	146
Depreciation charge in excess of capital allowances & other timing differences	(217,987)	-
Losses group relieved	(2,800)	-
Short term timing differences	-	-
Current tax charge for year	-	351,908

PINNACLE MAINTENANCE SERVICES LIMITED

NOTES TO THE ACCOUNTS

7 TANGIBLE FIXED ASSETS

	Leasehold land and Buildings £	Fixtures and Equipment £	Total £
Cost			
At 1 April 2008	9,279	103,025	112,304
Additions	-	3,754	3,754
Disposals	-	(23,269)	(23,269)
At 31 March 2009	9,279	83,510	92,789
Depreciation			
At 1 April 2008	3,434	65,163	68,597
Charge for the year	1,558	18,582	20,140
Disposals	-	(15,474)	(15,474)
At 31 March 2009	4,992	68,271	73,263
Net book value			
At 31 March 2009	4,287	15,239	19,526
At 31 March 2008	5,845	37,862	43,707

Included within fixed assets are assets held under finance leases. These assets have a net book value of £4,554 (2008: £4,981) and depreciation charged for the year in relation to these assets amounted to £427 (2008: £6,684). Leased finance assets were disposed in the period with a cost of £1,399 (2008:£ nil) and the net book value £nil (2008: £nil). The finance leases are held in the name of Pinnacle Housing Limited and the liability for them is included within amounts owed to parent undertaking.

8 DEBTORS: amounts falling due within one year

	2009 £	2008 £
Trade debtors	161,941	1,779,954
Amounts owed by group undertakings	2,005,141	90,781
Prepayments and accrued income	47,600	25,069
Deferred tax asset (note 10)	8,717	5,878
Other debtors	-	109,069
Other taxes and social security	22,143	-
	2,245,542	2,010,751

PINNACLE MAINTENANCE SERVICES LIMITED

NOTES TO THE ACCOUNTS

9 CREDITORS: amounts falling due within one year

	2009	2008
	£	£
Trade creditors	27,159	220,423
Amounts owed to group undertakings	1,205,769	615,382
Corporation tax	-	987,438
Other taxes and social security	-	174,346
Other creditors	55,172	-
Accruals and deferred income	27,437	1,764,205
	1,315,537	3,761,794

10 DEFERRED TAX ASSETS

Deferred taxation provided in the accounts is as follows:

	2009	2008
	£	£
Tax effect of timing differences because of:		
Excess of capital allowances over depreciation	8,717	3,078
Short term timing differences	-	2,800
Total deferred tax asset	8,717	5,878

The movement in the deferred taxation asset is as follows:

	2009	2008
	£	£
At 1 April	5,878	6,640
Credited/(debited) to the profit and loss account	2,839	(762)
At 31 March	8,717	5,878

11 CALLED UP SHARE CAPITAL

	2009		2008	
	Number	£	Number	£
(1) Authorised				
£1 ordinary shares	10,000	10,000	10,000	10,000
(2) Allotted, issued and fully paid				
£1 ordinary shares	10,000	10,000	10,000	10,000

PINNACLE MAINTENANCE SERVICES LIMITED

NOTES TO THE ACCOUNTS

12 RESERVES

	2009	2008
Profit and loss accounts	£	£
At 1 April	1,129,714	615,239
Credit in respect of share based payment	-	160,000
Profit for the year	551,515	354,475
At 31 March	1,681,229	1,129,714

13 RECONCILIATION OF MOVEMENTS IN SHAREHOLDER'S FUNDS

	2009	2008
	£	£
Profit on ordinary activities after tax for the year	551,515	354,475
Credit in respect of share based payment	-	160,000
Net increase in shareholders' funds	551,515	514,475
Opening shareholders' funds	1,139,714	625,239
Closing shareholders' funds	1,691,229	1,139,714

(2) FINANCIAL COMMITMENTS

Operating leases

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

	2009		2008	
	Land & Buildings	Other	Land & Buildings	Other
	£	£	£	£
Expiry date:				
Between one and five years	40,000	15,347	26,000	-
Over five years	20,000	-	-	-
	60,000	15,347	26,000	-

PINNACLE MAINTENANCE SERVICES LIMITED

NOTES TO THE ACCOUNTS

15 EMPLOYEES

(1) Number of employees

The average weekly number of persons (including directors) employed by the Company during the year was 23 (2008:34).

(2) Employment costs

	2009	2008
	£	£
Wages and salaries	848,598	1,653,557
Social security costs	117,907	184,010
Other pension costs	36,991	62,239
Non-exceptional employee costs	1,003,496	1,899,806
Exceptional re-organisation costs (see note 4)	41,467	-
Exceptional payments under share buy-back agreement	-	448,000
Total employee costs	1,044,963	2,347,806

16 DIRECTORS EMOLUMENTS

	2009	2008
	£	£
Aggregate emoluments and benefits	206,793	356,085
Amounts relating to share buy back agreement	-	448,000
Company pension contributions to money purchase scheme	20,550	29,640
	227,343	833,725

Retirement benefits under a money purchase pension scheme are accruing in respect of no directors, (2008:3). The emoluments of the highest paid director in 2009 were £79,792 (2008: £137,359) with pension contributions of £7,932 (2008: £11,440). He also received £nil (2008: £250,000) relating to the share buy back arrangements.

GA Blott, JA Swinney (resigned 31st December 2008) and PMA Lloyd are directors or employees of Pinnacle Regeneration Group Limited or Pinnacle psg Limited, the company's ultimate and immediate parent undertakings. Their services were deemed to relate mostly to work carried out for Pinnacle Regeneration Group Limited and Pinnacle psg Limited and the related costs were therefore included in the administrative expenses of those companies. N Euesden is a director of Pinnacle Housing Limited. His services were deemed to relate mostly to work carried out for Pinnacle Housing Limited and the related costs were therefore included in the administrative expenses of Pinnacle Housing Limited.

Exceptional costs of £41,467 included in the profit and loss account relating to employment severance costs resulting from restructuring within the business include £30,377 in respect of payments to directors. None of the balance related to the highest paid director

PINNACLE MAINTENANCE SERVICES LIMITED

NOTES TO THE ACCOUNTS

17 RELATED PARTIES

The Company has taken advantage of the exemptions available under Financial Reporting Standard 8, 'Related Party Disclosures', not to disclose any transactions or balances with entities that are 90% controlled by the Pinnacle psg Limited.

During the year the following amounts were receivable from related parties:

At the year end Pinnacle Maintenance Services Limited owed £1,076,896 (2008: £nil) to Pinnacle Regeneration Group Limited in respect of working capital support provided to the Company.

At the year end Pinnacle Maintenance Services Limited owed £128,529 (2008: £nil) to Pinnacle PSG Holdings Limited in respect of working capital support provided to the Company. Pinnacle PSG Holdings Limited owns 100% of the share capital of Pinnacle psg Limited.

At the year end Pinnacle Maintenance Services Limited was due £14,869 (2008: £nil) from Equipe Regeneration Limited, a 50% joint venture with John Laing Integrated Services Limited.

London City East Partnership Limited, of which PMA Lloyd is a director in respect of services provided by the Company on PFI projects, £2,335,623 (2008:£2,958,038) of which £nil (2008: £632,780) is included in trade debtors at 31 March 2009. Both the turnover and year end debtor form part of the financial statements of Equipe Regeneration Limited, a 50% joint venture company, whose result is incorporated into these accounts.

18 IMMEDIATE PARENT UNDERTAKING

The immediate parent undertaking is Pinnacle psg Limited. The ultimate parent undertaking is Pinnacle Regeneration Group Limited.

These financial statements are consolidated into the financial statements of Pinnacle psg Limited and Pinnacle Regeneration Group Limited. The financial statements of these companies are available from Caxton House, 4th Floor, 2 Farringdon Road, London, EC1M 3HN

19 CONTINGENT LIABILITIES

The Company has issued guarantees in favour of Bank of Scotland to support the indebtedness of Pinnacle Regeneration Group Limited and its subsidiaries. The exposure to this guarantee at the balance sheet date was £5,426,563.