

**"REGISTRAR"**

**ABRAM PULMAN & SONS LTD**

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**STATEMENT OF ACCOUNTS**

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**YEAR ENDED 31<sup>ST</sup> DECEMBER 2010**

**Number**

**56547 (England & Wales)**

**Address**

**WALTON STREET**

**SOWERBY BRIDGE**

**WEST YORKSHIRE**



**SUTCLIFFE & RILEY**  
**Chartered Accountants**  
**3 Central Street**  
**HALIFAX**  
**HX1 1HU**

**ABRAM PULMAN & SONS LTD**

**DIRECTORS' REPORT**

**for the year ended 31<sup>st</sup> December 2010**

**Registered Office**

Walton Street, Sowerby Bridge, West Yorkshire

**Number**

56547 (England & Wales)

**Principal Activities & Review of Business**

The company has continued to trade as steel stockholders Trading in the first six months of the year was very difficult but the second half of the year saw business levels increase significantly The profit after tax for the year was £132,365

A dividend of 50% is proposed amounting to £3,510

**The Future**

The last six months of 2010 saw a marked increase in the company's turnover, with this in mind the Directors believe that in 2011 the company will, with the ongoing investment in plant and machinery, be in a good position to take advantage of any upturn in the economic climate

**Directors**

The directors who held office during the year are set out below together with their interests in the shares of the company

|               | Shares Held                       |                                   |
|---------------|-----------------------------------|-----------------------------------|
|               | 31 <sup>st</sup> December<br>2010 | 31 <sup>st</sup> December<br>2009 |
| D N Shoesmith | 860                               | 570                               |
| J C Horner    | 74                                | 10                                |

**Statement of Directors' Responsibilities**

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 by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period In preparing 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,
- 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 adequate 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 2006 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

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

**ABRAM PULMAN & SONS LTD**

**DIRECTORS' REPORT CONTINUED**

**for the year ended 31<sup>st</sup> December 2010**

**Statement of Disclosure of Information to Auditors**

*The directors of the company who held office at the date of approval of this annual report confirm that*

- *so far as they are aware, there is no relevant audit information, information needed by the company's auditors in connection with preparing their report, of which the company's auditors are unaware, and*
- *they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information*

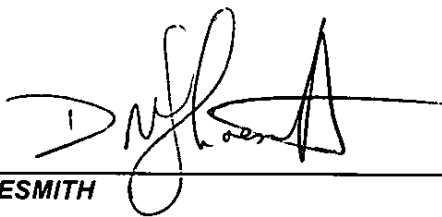
**Events since the end of the year**

*There have been no material events since the end of the year*

**Auditors**

*A resolution proposing the re-appointment of Sutcliffe & Riley as auditors to the company in accordance with s485 of the Companies Act 2006 will be put to the Annual General Meeting*

**Signed on behalf of the  
Board of Directors**

A handwritten signature in black ink, appearing to read 'D N Shoemith', is written over a horizontal line.

**D N SHOESMITH  
Director**

**Approved by the Board 8<sup>th</sup> March 2011**

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE SHAREHOLDERS OF ABRAM PULMAN & SONS LTD**

*We have audited the financial statements of Abram Pulman & Sons Ltd for the year ended 31<sup>st</sup> December 2010 on pages 5 to 11. 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 section 495 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters that 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, or the opinions we have formed.*

#### **Respective Responsibilities of Directors and Auditors**

*As explained more fully in the Directors' responsibilities statement set out on page 1, the directors are 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 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 (APB's) Ethical Standards for Auditors.*

#### **Scope of the Audit of the Financial Statements**

*An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.*

#### **Opinion on Financial Statements**

*In our opinion the financial statements*

- give a true and fair view of the state of the company's affairs as at 31<sup>st</sup> December 2010 and of its profit for the year then ended,*
- have been properly prepared in accordance with United Kingdom Generally Accepted Practice, and*
- have been prepared in accordance with the requirements of the Companies Act 2006*

#### **Opinion on other matter prescribed by the Companies Act 2006**

*In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements*

**INDEPENDENT AUDITOR'S REPORT CONTINUED**  
**TO THE SHAREHOLDERS OF ABRAM PULMAN & SONS LTD**

**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

- the financial statements are not in agreement with the accounting records or returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements and the directors' report in accordance with the small companies regime



**Elaine Beaumont (Senior Statutory Auditor)**  
**For and on Behalf of Sutcliffe & Riley**  
**Chartered Accountants and Statutory Auditors**  
**3 Central Street**  
**HALIFAX HX1 1HU**

**8<sup>th</sup> March 2011**

**ABRAM PULMAN & SONS LTD**

**STATEMENT OF ACCOUNTING POLICIES**

**31<sup>st</sup> December 2010**

- (1) *The financial statements are prepared under the historical cost convention*

*The Company has taken advantage of the exemption in Financial Reporting Standard Number 1 from the requirement to produce a cash flow statement on the grounds that it is a small company*

- (2) *Depreciation on tangible fixed assets is provided at rates calculated to write off the assets over their useful lives taking account of any residual value thereof*

*The principal rates used are*

|  |   |
|--|---|
| <i>Leasehold Land &amp; Buildings</i>                                | <i>Over the outstanding term of the Lease</i> |
| <i>Freehold Land &amp; Buildings</i>                                 | <i>5% p a reducing balance</i>                |
| <i>Plant &amp; Machinery</i>   | <i>10% p a reducing balance</i>               |
| <i>Cranes</i>  | <i>20% p a reducing balance</i>               |
| <i>Fixtures &amp; Fittings, Office Furniture<br/>&amp; Equipment</i> | <i>10% p a reducing balance</i>               |
| <i>Motor Vehicles</i>  | <i>25% p a reducing balance</i>               |
| <i>Computer Equipment</i>  | <i>25% p a reducing balance</i>               |

- (3) *Stock is valued at the lower of cost or net realisable value For this purpose cost comprises cost of direct materials and labour*

- (4) *Any charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date However, deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted In accordance with FRS19, deferred tax is not recognised on revaluation gains Deferred taxation is measured on a non-discounted basis at the tax rates that are expected to apply in the periods in which the timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date*

- (5) *Turnover represents the value of goods sold by the company excluding VAT*

- (6) *The company contributes to a defined contribution pension scheme The assets of the scheme are held in a separately identifiable fund The charge in the profit and loss account represents payments made to the scheme during the year*

- (7) *The rental cost of assets acquired under operating leases is charged directly to the profit and loss account*

- (8) *Tangible fixed assets purchased under hire purchase contracts are capitalised at a value equal to the cost of acquiring the asset and depreciated in the same manner as owned assets The interest charges are charged to the profit and loss account over the period of the agreement*

**ABRAM PULMAN & SONS LTD****PROFIT & LOSS ACCOUNT****for the year ended 31<sup>st</sup> December 2010**

|   | <b>Notes</b>    | <b>2010</b>      | <b>2009</b>        |
|---|-----------------|------------------|--------------------|
| Turnover  | (1)             | 7,669,107        | 6,153,758          |
| Cost of Sales   |                 | <u>5,269,779</u> | <u>4,271,981</u>   |
| <b>GROSS PROFIT ON CONTINUING OPERATIONS</b>                |                 | 2,399,328        | 1,881,777          |
| Distribution Costs  | 1,808,926       |                  | 1,742,138          |
| Administrative Expenses                                     | 416,735         |                  | 424,605            |
| Other Operating Income – Rent Received                      | <u>(23,426)</u> | <u>2,202,235</u> | <u>(10,451)</u>    |
| <b>OPERATING PROFIT/(LOSS) ON CONTINUING OPERATIONS</b>     | (2)             | 197,093          | (274,515)          |
| Interest Receivable   |                 |                  | 2                  |
| Interest Payable  | (3)             | <u>(40,271)</u>  | <u>(35,883)</u>    |
| <b>PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION</b> |                 | 156,822          | (310,396)          |
| Taxation  | (5)             | <u>(24,457)</u>  | <u>21,987</u>      |
| <b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR</b>                 |                 | £ <u>132,365</u> | £ <u>(288,409)</u> |

None of the Company's activities were acquired or discontinued during the year and there were no recognised gains or losses for 2009 or 2010 other than those included in the profit & loss account

The notes on page 7 form part of this account

**ABRAM PULMAN & SONS LTD**

**NOTES TO THE PROFIT & LOSS ACCOUNT**

**31<sup>st</sup> December 2010**

**(1) Turnover:**

*The company's turnover relates to the United Kingdom and is attributable to its principal activity of steel stockholders*

|  | <b>2010</b> | <b>2009</b> |
|--|-------------|-------------|
| <b>(2) The Operating Profit/(Loss) is stated after charging/(crediting).</b> |             |             |
| Wages & Salaries   | £ 997,196   | £ 967,859   |
| Redundancy payments  | £ -         | £ 11,837    |
| Social Security Costs  | £ 129,556   | £ 123,165   |
| Pension Costs  | £ 54,141    | £ 54,517    |
| Auditors' Remuneration   | £ 8,170     | £ 8,170     |
| Depreciation on Tangible Fixed Assets  |             |             |
| Owned by the Company   | £ 84,284    | £ 80,008    |
| Held Under Hire Purchase Contracts   | £ 8,861     | £ 7,133     |
| Operating Lease Rentals - Motor Vehicles, Computer & Office Equipment        | £ 21,972    | £ 32,266    |
| Operating Lease Rentals - Land & Buildings                                   | £ 22,000    | £ 22,000    |
| Profit on Disposal of Fixed Assets   | £ (3,649)   | -           |

**(3) Interest Payable:**

|  |                   |                   |
|--|-------------------|-------------------|
| Commercial Finance Charges             | (36,390)          | (32,404)          |
| Interest on Bank Overdraft & Bank Loan | (8)               | (31)              |
| Interest on Hire Purchase Contracts    | <u>(3,873)</u>    | <u>(3,448)</u>    |
|  | £ <u>(40,271)</u> | £ <u>(35,883)</u> |

**(4) Directors' Emoluments:**

*Emoluments of the directors were as follows*

|                  |                  |                  |
|------------------|------------------|------------------|
| Salaries & Fees  | 234,233          | 213,030          |
| Benefits in Kind | <u>7,781</u>     | <u>5,491</u>     |
|                  | £ <u>242,014</u> | £ <u>218,521</u> |

*The amount payable to the highest paid director was £121,222 (2009 £110,884)  
Contributions made to money purchase pension schemes for  
two directors amounted to £36,000 (2009 £37,917) £18,000 payable  
for the highest paid director*

*The highest paid director has not exercised any share options and  
has not received any entitlement to share options*

**(5) Taxation.**

*There are trading losses for taxation purposes available to carry  
forward and set off against future trading profits of £197,313  
(2009 £288,488)*

|                                  |                   |                 |
|----------------------------------|-------------------|-----------------|
| Section 419 Tax Over Provision   | 2,750             | 2,500           |
| Section 419 Tax Payable          | -                 | (4,000)         |
| Corporation Tax @ 21%            | (4,919)           | -               |
| Deferred Tax Write Back (Charge) | <u>(22,288)</u>   | <u>23,487</u>   |
|                                  | £ <u>(24,457)</u> | £ <u>21,987</u> |

|  |                  |                  |
|--|------------------|------------------|
| <b>(6) The average number of employees was</b> | <b><u>51</u></b> | <b><u>49</u></b> |
|--|------------------|------------------|



**ABRAM PULMAN & SONS LTD**

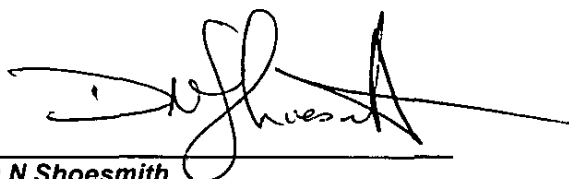
**BALANCE SHEET**

**as at 31<sup>st</sup> December 2010**

|  | <b>Notes</b> | <b>2010</b>        | <b>2009</b>        |
|--|--------------|--------------------|--------------------|
| <b>FIXED ASSETS</b>                            |              |                    |                    |
| Tangible Assets                                | (1)          | 784,146            | 593,409            |
| Investment                                     | (2)          | <u>18,000</u>      | <u>18,000</u>      |
|  |              | 802,146            | 611,409            |
| <b>CURRENT ASSETS</b>                          |              |                    |                    |
| Stock & Work in Progress                       | (3)          | 851,010            | 760,366            |
| Debtors  | (4)          | 2,104,779          | 1,446,884          |
| Cash in Hand & Bank                            |              | <u>328,175</u>     | <u>240,848</u>     |
|  |              | 3,283,964          | 2,448,098          |
| <b>CREDITORS PAYABLE WITHIN ONE YEAR</b>       | (5)          | <u>2,544,649</u>   | <u>1,737,049</u>   |
| <b>NET CURRENT ASSETS</b>                      |              | <u>739,315</u>     | <u>711,049</u>     |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>   |              | 1,541,461          | 1,322,458          |
| <b>CREDITORS PAYABLE IN MORE THAN ONE YEAR</b> | (6)          | 64,350             | -                  |
| <b>PROVISIONS FOR LIABILITIES AND CHARGES</b>  | (7)          | <u>22,288</u>      | <u>86,638</u>      |
|  |              | <u>£ 1,454,823</u> | <u>£ 1,322,458</u> |
| <b>CAPITAL AND RESERVES</b>                    |              |                    |                    |
| Called up Share Capital                        | (8)          | 7,020              | 7,020              |
| Reserves                                       | (9)          | 17,515             | 17,515             |
| Profit & Loss Account                          |              | <u>1,430,288</u>   | <u>1,297,923</u>   |
| <b>EQUITY SHAREHOLDERS' FUNDS</b>              |              | <u>£ 1,454,823</u> | <u>£ 1,322,458</u> |

*The notes on pages 9 to 11 form part of this account*

**Signed on behalf of the Board**



**D N Shoesmith**  
**Director**

**8<sup>th</sup> March 2011**

**ABRAM PULMAN & SONS LTD**

**NOTES TO THE BALANCE SHEET**

**31<sup>st</sup> December 2010**

**(1) Tangible Fixed Assets are:**

|                          | <b>Land &amp;<br/>Buildings</b> | <b>Plant<br/>&amp;<br/>Machinery</b> | <b>Fixtures<br/>Fittings<br/>Office<br/>Furniture<br/>&amp; Equipment</b> | <b>Motor<br/>Vehicles</b> | <b>Total</b>       |
|--------------------------|---------------------------------|--------------------------------------|---|---------------------------|--------------------|
| <b>Cost</b>              |                                 |                                      |   |                           |                    |
| 1 1 10                   | 825,713                         | 794,109                              | 243,326   | 141,001                   | 2,004,149          |
| Additions                | 79,689                          | 160,091                              | 2,410   | 49,151                    | 291,341            |
| Disposals                | -                               | (25,057)                             | (11,877)  | (6,000)                   | (42,934)           |
| 1 12 10                  | <u>£ 905,402</u>                | <u>£ 929,143</u>                     | <u>£ 233,859</u>  | <u>£ 184,152</u>          | <u>£ 2,252,556</u> |
| <b>Depreciation</b>      |                                 |                                      |   |                           |                    |
| 1 1 10                   | 575,376                         | 600,065                              | 149,412   | 85,887                    | 1,410,740          |
| Years Charge             | 30,505                          | 28,662                               | 16,698  | 17,280                    | 93,145             |
| Adjustment for Disposals | -                               | (23,065)                             | (10,566)  | (1,844)                   | (35,475)           |
| 31 12 10                 | <u>£ 605,881</u>                | <u>£ 605,662</u>                     | <u>£ 155,544</u>  | <u>£ 101,323</u>          | <u>£ 1,468,410</u> |
| <b>Book Value</b>        |                                 |                                      |   |                           |                    |
| 31 12 10                 | <u>£ 299,521</u>                | <u>£ 323,481</u>                     | <u>£ 78,315</u>   | <u>£ 82,829</u>           | <u>£ 784,146</u>   |
| 31 12 09                 | <u>£ 250,337</u>                | <u>£ 194,044</u>                     | <u>£ 93,914</u>   | <u>£ 55,114</u>           | <u>£ 593,409</u>   |

|  | <b>2010</b>      | <b>2009</b>      |
|--|------------------|------------------|
| The book value of Land and Buildings comprises |                  |                  |
| Freehold                                       | 299,521          | 233,854          |
| Short Leasehold                                | -                | 16,483           |
|  | <u>£ 299,521</u> | <u>£ 250,337</u> |

The net book value of tangible fixed assets includes £101,138 (2009 £64,202) in respect of assets held under hire purchase contracts

**(2) Investment is:**

|                                |                 |                 |
|--------------------------------|-----------------|-----------------|
| Holiday Property Bonds at Cost | <u>18,000</u>   | <u>18,000</u>   |
|                                | <u>£ 18,000</u> | <u>£ 18,000</u> |

The Holiday Property Bonds, which are in the form of two life assurance policies effected on the lives of the directors give the life assured entitlement to holidays in a personal capacity. The bonds have a surrender value at the year end date. However the Company expects to hold the bonds for at least two years after the balance sheet date and therefore the bonds are shown at cost since there is considered to be no permanent diminution in value.

**(3) Stock & Work in Progress comprise:**

|                  |                  |                  |
|------------------|------------------|------------------|
| Raw Materials    | 843,963          | 754,725          |
| Work in Progress | <u>7,047</u>     | <u>5,641</u>     |
|                  | <u>£ 851,010</u> | <u>£ 760,366</u> |

**(4) Debtors Comprise:**

|                              |                    |                    |
|------------------------------|--------------------|--------------------|
| Due after more than one year |                    |                    |
| Other Debtors (Note 14)      | 17,307             | 28,545             |
| Due within one year          |                    |                    |
| Trade Debtors                | 2,049,779          | 1,400,173          |
| Other Debtors                | 3                  | 396                |
| Prepayments                  | <u>37,690</u>      | <u>17,770</u>      |
|                              | <u>£ 2,104,779</u> | <u>£ 1,446,884</u> |

**ABRAM PULMAN & SONS LTD**

**NOTES TO THE BALANCE SHEET CONTINUED**

**31<sup>st</sup> December 2010**

|   | <b>2010</b>               | <b>2009</b>        |
|---|---------------------------|--------------------|
| <b>(5) Creditors falling due within one year are.</b>   |                           |                    |
| Commercial Finance  | 1,376,695                 | 1,034,592          |
| Hire Purchase Instalments (note 6)  | 19,800                    | 9,630              |
| Trade Creditors   | 992,285                   | 562,038            |
| Corporation Tax   | 4,919                     | 4,000              |
| Taxation & Social Security  | 114,493                   | 91,694             |
| Accruals  | <u>36,457</u>             | <u>35,095</u>      |
|   | <b>£ 2,544,649</b>        | <b>£ 1,737,049</b> |
| <i>The commercial finance is secured by a debenture creating a fixed and floating charge on all book debts of the company</i>   |                           |                    |
| <b>(6) Creditors payable in more than one year are:</b>   |                           |                    |
| Hire Purchase Contracts   | <b>£ 64,350</b>           | <b>£ -</b>         |
| Obligations under hire purchase contracts mature as follows   |                           |                    |
| Within one year   | -                         | 11,353             |
| Between one and five years  | <u>96,330</u>             | <u>-</u>           |
|   | 96,330                    | 11,353             |
| Less interest and charges allocated to future periods   | <u>12,180</u>             | <u>1,723</u>       |
|   | <b>£ 84,150</b>           | <b>£ 9,630</b>     |
| Hire purchase contracts are analysed as follows   |                           |                    |
| Current obligations   | 19,800                    | 9,630              |
| Non current obligations   | <u>64,350</u>             | <u>-</u>           |
|   | <b>£ 84,150</b>           | <b>£ 9,630</b>     |
| <i>The hire purchase contracts are secured on the assets concerned</i>  |                           |                    |
| <b>(7) Provision for liabilities and charges are:</b>   |                           |                    |
| Deferred Tax  |                           |                    |
| Balance Brought Forward   | -                         | 23,487             |
| Timing Differences Unrelieved Tax Losses @ 21%  | -                         | (23,487)           |
| Capital Allowances  | <u>22,288</u>             | <u>-</u>           |
| Liability   | <b>£ 22,288</b>           | <b>£ -</b>         |
| <i>The deferred taxation asset has not been recognised because the unrelieved losses for taxation purposes are expected to exceed any taxable profits of the company for the foreseeable future</i> |                           |                    |
| <b>(8) The called up share capital is:</b>  |                           |                    |
| Authorised  | <b>£5 Ordinary Shares</b> |                    |
|   | <b>£ 25,000</b>           | <b>£ 25,000</b>    |
| Allotted & Fully Paid   | <b>£5 Ordinary Shares</b> |                    |
|   | <b>£ 7,020</b>            | <b>£ 7,020</b>     |

**ABRAM PULMAN & SONS LTD**

**NOTES TO THE BALANCE SHEET CONTINUED**

**31<sup>st</sup> December 2010**

|  | <b>2010</b>                         | <b>2009</b>                                       |
|--|-------------------------------------|---|
| <b>(9) Reserves are:</b>   |                                     |   |
| Capital Reserve  | 312                                 | 312   |
| Share Premium Account  | 188                                 | 188   |
| Capital Redemption Reserve   | <u>17,015</u>                       | <u>17,015</u>                                     |
|  | £ <u>17,515</u>                     | £ <u>17,515</u>                                   |
| The Capital Redemption Reserve represents the nominal value of 3,403 ordinary £5 shares purchased by the company from its shareholders under a written resolution dated 20 <sup>th</sup> September 2000  |                                     |   |
| <b>(10) Capital Commitments:</b>   |                                     |   |
| Capital expenditure authorised by the directors  |                                     |   |
| a) For which contracts had been placed   | £ 136,000                           | £ 110,000   |
| b) Not yet subject to contract   | £ -                                 | £ -   |
| <b>(11) There is a contingent liability in respect of corporation tax on the capital gain arising on the sale of Freehold Property, which has been rolled over against the cost of new buildings acquired. Additional Capital Gains Tax likely to arise on future sale of the Freehold Property is estimated to be</b> | <b>£ <u>43,050</u></b>              | <b>£ <u>43,050</u></b>                            |
| <b>(12) Operating Lease Commitments:</b>   |                                     |   |
| The company had the following annual commitments under non cancellable operating leases  |                                     |   |
| a) Computer, Office Equipment and Motor Vehicles   |                                     |   |
| Expiring within one year   | £ -                                 | £ -   |
| Expiring within two and five years   | £ <u>810</u>                        | £ <u>810</u>                                      |
| b) Land and Buildings  |                                     |   |
| Expiring within five years   | £ <u>22,000</u>                     | £ <u>22,000</u>                                   |
| <b>(13) Reconciliation of movements in Shareholders' Funds.</b>  |                                     |   |
|  | <b>Called –up<br/>Share Capital</b> | <b>Reserves<br/>Profit &amp;<br/>Loss Account</b> |
| Balance at 1 <sup>st</sup> January 2010  | 7,020                               | 17,515  |
| Profit for the Year  | -                                   | 132,365   |
| Dividend   | <u>-</u>                            | <u>-</u>  |
| Balance at 31 <sup>st</sup> December 2010  | £ <u>7,020</u>                      | £ <u>17,515</u>                                   |
| A dividend of 50% amounting to £3,510 is to be paid on the 10 <sup>th</sup> April 2011   |                                     |   |
| <b>(14) Related Parties:</b>   |                                     |   |
| a) The company leases land and buildings owned by the directors' pension scheme under a ten year lease dated 1 <sup>st</sup> December 2000. A normal commercial rent of £ 22,000 was payable during the year and at the year end date no amount was outstanding  |                                     |   |
| b) Included within other debtors is an interest free unsecured loan to D N Shoesmith of £8,000 and J C Horner of £9,307. The maximum amount outstanding during the year was D N Shoesmith £15,000 and J C Horner £13,545   |                                     |   |