

Company Registration No 00105398 (England and Wales)

HENRY ALTY LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 OCTOBER 2012



HENRY ALTY LIMITED

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HENRY ALTY LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 OCTOBER 2012

The directors present their report and financial statements for the year ended 31 October 2012

Principal activities and review of the business

The principal activity of the company continued to be that of horticultural and builders' merchants

This financial year was always going to be a transitional year for the company. The planned restructuring of the Builders' Merchants division was completed, incurring a large amount of one off costs and disrupted sales during the year.

However, the improved site offers many customer benefits as well as improved efficiency for the company. We are now members of a large buying group enabling us to be even more competitive in the market place. The Horticultural division performed well considering it was such a difficult year for the industry in general. We are confident we are in a much stronger position now and look forward to a return to profitability this coming year.

In terms of financial risk management, the company considers that it has limited exposure to various aspects of financial risk. All of the company's revenue is invoiced in sterling, and all of its operations and costs arise within the UK. Further, the company ensures its liquidity is maintained by entering into long or short term financial instruments as necessary, to support its operational and other funding requirements.

Results and dividends

The results for the year are set out on page 4.

An interim ordinary dividend was paid amounting to £27,510. The directors do not recommend payment of a final dividend.

Directors

The following directors have held office since 1 November 2011:

F S A Fairbairn	(Resigned 8 November 2012)
J K Rothwell	
J C Fairbairn	
A Price	
S J Gautrey	

Auditors

The auditors, Jackson Stephen LLP, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

HENRY ALTY LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2012

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' 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). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 accounting 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 are sufficient to show and explain the company's transactions and 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.

Statement of disclosure to auditors

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

On behalf of the board



S J Gautrey

Director

8 February 2013

HENRY ALTY LIMITED

INDEPENDENT AUDITORS' REPORT TO HENRY ALTY LIMITED

UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages 4 to 20, together with the financial statements of Henry Alty Limited for the year ended 31 October 2012 prepared under section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Chapter 10 of Part 15 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.

Jackson Stepler LLP

Mr Peter Atkinson F.C.A. (Senior Statutory Auditor)
for and on behalf of Jackson Stepler LLP

8 February 2013

Chartered Accountants
Statutory Auditor

James House
Stonecross Business Park
Yew Tree Way
Warrington
Cheshire
WA3 3JD

HENRY ALTY LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 OCTOBER 2012

	Notes	2012 £	2011 £
Turnover		7,120,935	7,344,957
Other operating income less cost of sales		(5,774,820)	(5,883,020)
Distribution costs		(884,856)	(903,917)
Administrative expenses - recurring		(570,859)	(560,081)
Administrative expenses - exceptional		-	(115,488)
Operating loss	2	(109,600)	(117,549)
Other interest receivable and similar income	3	1,938	4,074
Interest payable and similar charges	4	(4,377)	(3,426)
Loss on ordinary activities before taxation		(112,039)	(116,901)
Tax on loss on ordinary activities	5	20,467	22,069
Loss for the year	18	(91,572)	(94,832)

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

HENRY ALTY LIMITED

ABBREVIATED STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES FOR THE YEAR ENDED 31 OCTOBER 2012

	2012 £	2011 £
Loss for the financial year	(91,572)	(94,832)
Unrealised surplus on revaluation of properties	585,264	-
Total recognised gains and losses relating to the year	493,692	(94,832)

Note of historical cost profits and losses

	2012 £	2011 £
Reported loss on ordinary activities before taxation	(112,039)	(116,901)
Difference between an historical cost depreciation charge and the actual depreciation charge of the year calculated on the revalued amount	1,860	639
Historical cost loss on ordinary activities before taxation	(110,179)	(116,262)
Historical cost loss for the year retained after taxation, extraordinary items and dividends	(117,222)	(136,893)

HENRY ALTY LIMITED

ABBREVIATED BALANCE SHEET

AS AT 31 OCTOBER 2012

	Notes	2012 £	£	2011 £	£
Fixed assets					
Intangible assets	7		14,793		29,582
Tangible assets	8 and 9		1,445,273		1,883,046
Investments	10		1,361,383		5,133
			<u>2,821,449</u>		<u>1,917,761</u>
Current assets					
Stocks	11	659,378		995,256	
Debtors	12	963,244		1,056,493	
Cash at bank and in hand		3,428		191,599	
		<u>1,626,050</u>		<u>2,243,348</u>	
Creditors: amounts falling due within one year	13	(1,045,464)		(1,249,954)	
Net current assets			<u>580,586</u>		<u>993,394</u>
Total assets less current liabilities			3,402,035		2,911,155
Creditors, amounts falling due after more than one year	14		(101,660)		(60,419)
Provisions for liabilities	15		-		(16,543)
			<u>3,300,375</u>		<u>2,834,193</u>
Capital and reserves					
Called up share capital	17		70,000		70,000
Revaluation reserve	18		1,010,775		427,371
Profit and loss account	18		2,219,600		2,336,822
Shareholders' funds	19		<u>3,300,375</u>		<u>2,834,193</u>

These abbreviated accounts have been prepared in accordance with the special provisions in section 445(3) of the Companies Act 2006 relating to medium-sized companies

Approved by the Board and authorised for issue on 8 February 2013



A Price
Director

Company Registration No 00105398

HENRY ALTY LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 OCTOBER 2012

	£	2012 £	£	2011 £
Net cash inflow from operating activities		410,967		188,083
Returns on investments and servicing of finance				
Interest received	1,938		4,074	
Interest paid	(4,377)		(3,426)	
Net cash (outflow)/inflow for returns on investments and servicing of finance		(2,439)		648
Taxation		-		(57,294)
Capital expenditure and financial investment				
Payments to acquire tangible assets	(436,044)		(194,544)	
Payments to acquire investments	(1,250)		-	
Receipts from sales of tangible assets	14,760		5,365	
Net cash outflow for capital expenditure		(422,534)		(189,179)
Equity dividends paid		(27,510)		(42,700)
Net cash inflow before management of liquid resources and financing		(41,516)		(100,442)
Financing				
New long term bank loan	88,150		55,000	
Repayment of long term bank loan	(29,451)		(23,787)	
Net cash inflow from financing		58,699		31,213
Increase/(decrease) in cash in the year		17,183		(69,229)

HENRY ALTY LIMITED

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 OCTOBER 2012

1	Reconciliation of operating loss to net cash inflow from operating activities	2012	2011
		£	£
	Operating loss	(109,600)	(117,549)
	Depreciation of tangible assets	81,110	82,584
	Amortisation of intangible assets	14,789	14,789
	Loss on disposal of tangible assets	8,211	1,677
	Decrease/(increase) in stocks	335,878	(1,248)
	Decrease in debtors	97,173	131,170
	(Decrease)/Increase in creditors within one year	(16,594)	76,660
	Net cash inflow from operating activities	410,967	188,083

2	Analysis of net debt	1 November 2011	Cash flow	Other non-cash changes	31 October 2012
		£	£	£	£
	Net cash				
	Cash at bank and in hand	191,599	(188,171)	-	3,428
	Bank overdrafts	(425,518)	205,354	-	(220,164)
		(233,919)	17,183	-	(216,736)
	Debt				
	Debts falling due within one year	(22,205)	(17,458)	-	(39,663)
	Debts falling due after one year	(60,419)	(41,241)	-	(101,660)
		(82,624)	(58,699)	-	(141,323)
	Net debt	(316,543)	(41,516)	-	(358,059)

3	Reconciliation of net cash flow to movement in net debt	2012	2011
		£	£
	Increase/(decrease) in cash in the year	17,183	(69,229)
	Cash inflow from increase in debt	(58,699)	(31,213)
	Movement in net debt in the year	(41,516)	(100,442)
	Opening net debt	(316,543)	(216,101)
	Closing net debt	(358,059)	(316,543)

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 2012

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings and investment properties

1.2 Turnover

Turnover represents amounts receivable for goods sold through the company's various locations, before the balance sheet date and net of VAT and trade discounts

1.3 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 10 years

1.4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows

Freehold buildings	2% per annum straight line basis
Sheds	10% per annum straight line basis
Plant and machinery	6-67% per annum straight line basis
Fixtures, fittings & equipment	10-20% per annum straight line basis
Motor vehicles	15-25% per annum straight line basis

Investment properties are included in the balance sheet at their open market value. No depreciation is charged on investment properties.

Although this accounting policy is in accordance with the applicable accounting standard, SSAP 19, Accounting for investment properties, it is a departure from the general requirement of the Companies Act 2006 for all tangible assets to be depreciated. In the opinion of the directors compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified.

1.5 Investments

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

1.6 Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

1.7 Pensions

The company 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.

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2012

1 Accounting policies

(continued)

1.8 Deferred taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes in accordance with FRS 19 - Deferred Taxation. The deferred tax balance has not been discounted.

No provision has been made for deferred tax on gains recognised on revaluing property to its market value as the company has not entered into any binding agreements to sell the revalued assets at the balance sheet date.

2 Operating loss	2012 £	2011 £
Operating loss is stated after charging		
Amortisation of intangible assets	14,789	14,789
Depreciation of tangible assets	81,110	82,584
Loss on disposal of tangible assets	8,211	1,677
Exceptional bad debt	-	115,488
Fees payable to the company's auditor for the audit of the company's annual accounts	5,500	5,000
Fees payable to the company's auditor for taxation services	750	750

3 Investment income	2012 £	2011 £
Bank interest	1,938	4,074

4 Interest payable	2012 £	2011 £
On bank loans and overdrafts	4,377	3,426

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2012

5	Taxation	2012	2011
		£	£
	Domestic current year tax		
	Adjustment for prior years	-	(15,653)
	Total current tax	-	(15,653)
	Deferred tax		
	Deferred tax credit	(20,467)	(6,416)
		(20,467)	(22,069)
	Factors affecting the tax charge for the year		
	Loss on ordinary activities before taxation	(112,039)	(116,901)
	Loss on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20.00% (2011: 20.00%)	(22,408)	(23,380)
	Effects of		
	Non deductible expenses	128	429
	Depreciation and loss on disposal add back	17,864	16,852
	Capital allowances	(18,931)	(25,580)
	Tax losses available to carry forward	23,347	16,771
	Change in tax rates in the year	-	(745)
		22,408	7,727
	Current tax credit for the year	-	(15,653)

The company has estimated losses of £ 200,592 (2011: £ 83,857) available for carry forward against future trading profits

6	Dividends	2012	2011
		£	£
	Ordinary paid	27,510	42,700

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2012

7 Intangible fixed assets

	Goodwill £
Cost	
At 1 November 2011 & at 31 October 2012	147,894
Amortisation	
At 1 November 2011	118,312
Charge for the year	14,789
At 31 October 2012	133,101
Net book value	
At 31 October 2012	14,793
At 31 October 2011	29,582

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2012

8 Tangible fixed assets

	Freehold land and buildings	Sheds	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£	£
Cost or valuation						
At 1 November 2011	1,062,240	50,834	179,821	212,941	330,473	1,836,309
Additions	263,100	-	87,772	45,218	37,321	433,411
Transfer	330,264	-	-	-	-	330,264
Disposals	(1,108,682)	-	(36,350)	(16,075)	(50,938)	(1,212,045)
At 31 October 2012	546,922	50,834	231,243	242,084	316,856	1,387,939
Depreciation						
At 1 November 2011	98,395	44,553	58,208	181,093	233,842	616,091
On disposals	(84,191)	-	(15,529)	(15,136)	(49,218)	(164,074)
Charge for the year	8,565	767	11,793	15,548	44,437	81,110
At 31 October 2012	22,769	45,320	54,472	181,505	229,061	533,127
Net book value						
At 31 October 2012	524,153	5,514	176,771	60,579	87,795	854,812
At 31 October 2011	963,845	6,281	121,613	31,848	96,631	1,220,218

On 19 July 2012, certain freehold land and buildings and investment properties were revalued by R L Brereton, FRICS, in order for such assets to be transferred to Henry Alty (Investments) LLP, a related party, at this open market value

The carrying value of the remaining land and buildings is based on a valuation carried out in 1995

The directors have decided to follow the transitional arrangements under the Financial Reporting Standard No 15 - Tangible Fixed Assets by adopting this valuation as cost. The valuation has not been updated.

Land with a value of £130,368 (2011: £332,239) has not been depreciated.

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2012

8 Tangible fixed assets

(continued)

Comparable historical cost for the land and buildings

	£
Cost	
At 1 November 2011	1,033,215
Additions	263,100
Disposals	(830,674)
	<hr/>
At 31 October 2012	465,641
	<hr/>
Depreciation based on cost	
At 1 November 2011	93,173
Charge for the year	6,705
On disposals	(83,580)
	<hr/>
At 31 October 2012	16,298
	<hr/>
Net book value	
At 31 October 2012	449,343
	<hr/>
At 31 October 2011	940,042
	<hr/>

9 Tangible fixed assets

Investment
properties
£

Cost or valuation	
At 1 November 2011	662,828
Additions	2,633
Revaluation	255,000
Disposals	(330,000)
	<hr/>
At 31 October 2012	590,461
	<hr/>
Net book value	
At 31 October 2012	590,461
	<hr/>
At 31 October 2011	662,828
	<hr/>

On 19 July 2012 the investment properties to be transferred to Henry Alty (Investments) LLP were valued by R L Brereton, FRICS, before being transferred to the LLP at this open market value. On 31 October 2012 the directors revalued the remaining investment properties on an existing use open market value basis.

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2012

10 Fixed asset investments

	Listed investments £	Unlisted investments £	Total £
Cost or valuation			
At 1 November 2011	3,833	1,300	5,133
Additions	1,250	1,355,000	1,356,250
	<u>5,083</u>	<u>1,356,300</u>	<u>1,361,383</u>
At 31 October 2012	5,083	1,356,300	1,361,383
Net book value			
At 31 October 2012	<u>5,083</u>	<u>1,356,300</u>	<u>1,361,383</u>
At 31 October 2011	<u>3,833</u>	<u>1,300</u>	<u>5,133</u>
	Market value £	Directors' valuation £	Total £
At 31 October 2012	<u>7,050</u>	<u>1,356,300</u>	<u>1,363,350</u>
At 31 October 2011	<u>6,409</u>	<u>1,300</u>	<u>7,709</u>

During the year the company acquired a share in Henry Alty (Investments) LLP, a limited liability partnership incorporated in England and Wales. The company transferred assets to the value of £1,355,000 to the LLP in consideration for its share in the LLP.

11 Stock

	2012 £	2011 £
Development land for resale	3,000	3,000
Finished goods and goods for resale	656,378	992,256
	<u>659,378</u>	<u>995,256</u>

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2012

12 Debtors	2012	2011
	£	£
Trade debtors	846,982	999,158
Amounts owed by related undertakings	29,676	-
Corporation tax	15,653	15,653
Other debtors	1,130	2,514
Prepayments and accrued income	65,879	39,168
Deferred tax asset (see note 15)	3,924	-
	<u>963,244</u>	<u>1,056,493</u>
 13 Creditors, amounts falling due within one year	 2012	 2011
	£	£
Bank loans and overdrafts	259,827	447,723
Trade creditors	673,762	686,351
Taxes and social security costs	46,865	71,569
Other creditors	6,238	1,933
Accruals and deferred income	58,772	42,378
	<u>1,045,464</u>	<u>1,249,954</u>
 Debt due in one year or less	 <u>259,827</u>	 <u>447,723</u>

Bank loans and overdrafts are secured by a legal charge over certain investment properties owned by the company, and by a fixed and floating charge over the assets of the company

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2012

14 Creditors: amounts falling due after more than one year	2012	2011
	£	£
Bank loans	101,660	60,419
Analysis of loans		
Wholly repayable within five years	141,323	82,624
	141,323	82,624
Included in current liabilities	(39,663)	(22,205)
	101,660	60,419
Loan maturity analysis		
In more than one year but not more than two years	39,663	22,205
In more than two years but not more than five years	61,997	38,214

15 Provisions for liabilities

The deferred tax asset (included in debtors, note 12) is made up as follows:

	2012	
	£	
Balance at 1 November 2011	16,543	
Profit and loss account	(20,467)	
Balance at 31 October 2012	(3,924)	
	2012	2011
	£	£
Accelerated capital allowances	36,194	33,476
Tax losses available	(40,118)	(16,933)
	(3,924)	16,543

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2012

16 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.

	2012 £	2011 £
Contributions payable by the company for the year	39,113	35,732

17 Share capital

	2012 £	2011 £
Allotted, called up and fully paid 70,000 Ordinary shares of £1 each	70,000	70,000

18 Statement of movements on reserves

	Revaluation reserve £	Profit and loss account £
Balance at 1 November 2011	427,371	2,336,822
Loss for the year	-	(91,572)
Transfer from revaluation reserve to profit and loss account	(1,860)	1,860
Dividends paid	-	(27,510)
Revaluation during the year	585,264	-
Balance at 31 October 2012	1,010,775	2,219,600

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2012

19 Reconciliation of movements in shareholders' funds	2012	2011
	£	£
Loss for the financial year	(91,572)	(94,832)
Dividends	(27,510)	(42,700)
	(119,082)	(137,532)
Other recognised gains and losses	585,264	-
Net addition to/(depletion in) shareholders' funds	466,182	(137,532)
Opening shareholders' funds	2,834,193	2,971,725
Closing shareholders' funds	3,300,375	2,834,193
20 Directors' emoluments	2012	2011
	£	£
Emoluments for qualifying services	100,819	88,583
Company pension contributions to money purchase schemes	2,941	2,865
	103,760	91,448

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 1 (2011- 1)

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2012

21 Employees

Number of employees

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

	2012 Number	2011 Number
Selling and distribution	31	25
Administration	7	12
	<u>38</u>	<u>37</u>

Employment costs

	2012 £	2011 £
Wages and salaries	783,944	788,068
Social security costs	67,769	70,966
Other pension costs	39,113	35,732
	<u>890,826</u>	<u>894,766</u>