

Company Registration No 00105398 (England and Wales)

HENRY ALTY LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 OCTOBER 2009



HENRY ALTY LIMITED

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HENRY ALTY LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 OCTOBER 2009

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

Principal activities and review of the business

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

As the recession began to bite competition for each order increased and this affected margins. At the same time credit control became extremely difficult and the amount that we have had to write off as bad debts increased considerably.

The situation facing our Burscough branch which I referred to last year has simplified with one of the merchants concerned closing their branch, although this happened a little late in the year to affect our results from that branch.

The good spring weather helped our Horticulture department and we are pleased with their overall performance, bearing in mind that one of the largest distributors has gone into administration.

The directors have continued with their policy of reducing expenditure wherever possible.

Overall it has been a difficult year particularly for the Builders merchants division and we look forward to an improvement as the country comes out of recession.

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 £58,100. The directors do not recommend payment of a final dividend.

Directors

The following directors have held office since 1 November 2008:

F S A Fairbairn
E E Rothwell
J K Rothwell
J C Fairbairn
S J Gautrey

Introduction of the euro

The directors monitor development of the euro and consider that they are in a position to implement changes as and when necessary.

Auditors

In accordance with the company's articles, a resolution proposing that Jackson Stephen LLP be reappointed as auditors of the company will be put at a General Meeting.

HENRY ALTY LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2009

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

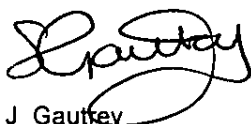
- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

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

16 January 2010

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 19, together with the financial statements of Henry Alty Limited for the year ended 31 October 2009 prepared under section 396 of the Companies Act 2006

This report is made solely to the company in accordance with section 449 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 them in an auditors' report on abbreviated accounts 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 Stephen LLP

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

3 February 2010

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 2009

	Notes	2009 £	2008 £
Gross profit		1,440,227	1,628,132
Distribution costs		(824,309)	(890,144)
Administrative expenses		(571,826)	(570,421)
Operating profit	3	44,092	167,567
Other interest receivable and similar income		15,713	31,332
Interest payable and similar charges	5	(5,575)	(18,419)
Profit on ordinary activities before taxation		54,230	180,480
Tax on profit on ordinary activities	6	(14,095)	(41,148)
Profit for the year	19	40,135	139,332

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 2009

	2009 £	2008 £
Profit for the financial year	40,135	139,332
Unrealised surplus on revaluation of properties	4,789	67,711
Total recognised gains and losses relating to the year	<u>44,924</u>	<u>207,043</u>

Note of historical cost profits and losses

	2009 £	2008 £
Reported profit on ordinary activities before taxation	54,230	180,480
Difference between an historical cost depreciation charge and the actual depreciation charge of the year calculated on the revalued amount	566	587
Historical cost profit on ordinary activities before taxation	<u>54,796</u>	<u>181,067</u>
Historical cost (loss)/profit for the year retained after taxation, extraordinary items and dividends	<u>(17,399)</u>	<u>52,419</u>

HENRY ALTY LIMITED

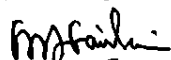
ABBREVIATED BALANCE SHEET

AS AT 31 OCTOBER 2009

	Notes	2009 £	£	2008 £	£
Fixed assets					
Intangible assets	8	59,160		73,949	
Tangible assets	9 and 10	1,566,519		1,549,183	
Investments	11	5,133		5,133	
		<u>1,630,812</u>		<u>1,628,265</u>	
Current assets					
Stocks	12	983,461	1,066,943		
Debtors	13	1,142,972	1,169,171		
Cash at bank and in hand		110,558	422,218		
		<u>2,236,991</u>	<u>2,658,332</u>		
Creditors, amounts falling due within one year	14	(902,977)	(1,330,709)		
Net current assets		<u>1,334,014</u>		<u>1,327,623</u>	
Total assets less current liabilities		<u>2,964,826</u>		<u>2,955,888</u>	
Creditors amounts falling due after more than one year	15	(36,801)	(19,384)		
Provisions for liabilities	16	(19,433)	(14,736)		
		<u>2,908,592</u>		<u>2,921,768</u>	
Capital and reserves					
Called up share capital	18	70,000	70,000		
Revaluation reserve	19	462,006	423,364		
Other reserves	19	-	34,419		
Profit and loss account	19	2,376,586	2,393,985		
Shareholders' funds	20	<u>2,908,592</u>		<u>2,921,768</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 16 January 2010



F S A Fairbairn
Director

Company Registration No 00105398

HENRY ALTY LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 OCTOBER 2009

	2009	2008
£	£	£
Net cash (outflow)/inflow from operating activities	(24,217)	215,695
Returns on investments and servicing of finance		
Interest received	15,713	31,332
Interest paid	(5,575)	(18,419)
Net cash inflow for returns on investments and servicing of finance	10,138	12,913
Taxation	(40,519)	(130,481)
Capital expenditure		
Payments to acquire tangible assets	(103,998)	(70,972)
Receipts from sales of tangible assets	6,648	19,517
Net cash outflow for capital expenditure	(97,350)	(51,455)
Equity dividends paid	(58,100)	(87,500)
Net cash (outflow)/inflow before management of liquid resources and financing	(210,048)	(40,828)
Financing		
New long term bank loan	40,000	-
Repayment of long term bank loan	(14,495)	(12,225)
Net cash inflow/(outflow) from financing	25,505	(12,225)
(Decrease)/increase in cash in the year	(184,543)	(53,053)

HENRY ALTY LIMITED

NOTES TO THE CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 OCTOBER 2009

1	Reconciliation of operating profit to net cash (outflow)/inflow from operating activities	2009 £	2008 £
	Operating profit	44,092	167,567
	Depreciation of tangible assets	84,083	90,308
	Amortisation of intangible assets	14,789	14,789
	Loss/(profit) on disposal of tangible assets	720	(7,576)
	Decrease/(increase) in stocks	83,482	(14,949)
	Decrease in debtors	26,199	197,786
	Decrease in creditors within one year	(277,582)	(232,230)
	Net cash (outflow)/inflow from operating activities	(24,217)	215,695

2	Analysis of net debt	1 November 2008 £	Cash flow £	Other non-cash changes £	31 October 2009 £
	Net cash				
	Cash at bank and in hand	422,218	(311,660)	-	110,558
	Bank overdrafts	(395,596)	127,117	-	(268,479)
		<u>26,622</u>	<u>(184,543)</u>	<u>-</u>	<u>(157,921)</u>
	Debt				
	Debts falling due within one year	(13,008)	-	(8,088)	(21,096)
	Debts falling due after one year	(19,384)	(25,505)	8,088	(36,801)
		<u>(32,392)</u>	<u>(25,505)</u>	<u>-</u>	<u>(57,897)</u>
	Net debt	(5,770)	(210,048)	-	(215,818)

3	Reconciliation of net cash flow to movement in net debt	2009 £	2008 £
	Decrease in cash in the year	(184,543)	(53,053)
	Cash (inflow)/outflow from (increase)/decrease in debt	(25,505)	12,225
	Movement in net debt in the year	(210,048)	(40,828)
	Opening net (debt)/funds	(5,770)	35,058
	Closing net debt	(215,818)	(5,770)

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 2009

1 Accounting policies

1.1 Accounting convention

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

1.2 Turnover

Turnover represents amounts receivable for goods sold through the company's various locations 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	4% 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

Stock is 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 2009

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 Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the United Kingdom and amounted to

	2009	2008
	£	£
Turnover for the year	7,054,337	7,614,536

3 Operating profit

	2009	2008
	£	£

Operating profit is stated after charging

Amortisation of intangible assets	14,789	14,789
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Depreciation of tangible assets	84,083	90,308
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Loss on disposal of tangible assets	720	-
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Fees payable to the company's auditor for the audit of the company's annual accounts	5,750	7,335
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Fees payable to the company's auditor for taxation services	750	750
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and after crediting

Profit on disposal of tangible assets	-	(7,576)
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4 Investment income

	2009	2008
	£	£

Bank interest	15,713	31,332
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5 Interest payable

	2009	2008
	£	£

On bank loans and overdrafts	5,575	18,419
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HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2009

6	Taxation	2009	2008
		£	£
	Domestic current year tax		
	U K corporation tax	9,398	40,519
	Adjustment for prior years	-	41
	Current tax charge	9,398	40,560
	Deferred tax		
	Effects of changes in tax rates	-	1,490
	Deferred tax charge/(credit)	4,697	(902)
		4,697	588
		14,095	41,148
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	54,230	180,480
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 21.00% (2008 - 21.00%)	11,388	37,901
	Effects of		
	Non deductible expenses	246	98
	Depreciation add back	17,809	17,374
	Capital allowances	(20,045)	(14,036)
	Adjustments to previous periods	-	41
	Change in tax rates in the year	-	(818)
		(1,990)	2,659
	Current tax charge	9,398	40,560
7	Dividends	2009	2008
		£	£
	Ordinary paid	58,100	87,500

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2009

8 Intangible fixed assets

	Goodwill £
Cost	
At 1 November 2008 & at 31 October 2009	147,894
	<hr/>
Amortisation	
At 1 November 2008	73,945
Charge for the year	14,789
	<hr/>
At 31 October 2009	88,734
	<hr/>
Net book value	
At 31 October 2009	59,160
	<hr/> <hr/>
At 31 October 2008	73,949
	<hr/> <hr/>

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2009

9 Tangible fixed assets

	Freehold buildings	Sheds	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£	£
Cost or valuation						
At 1 November 2008	916,112	46,952	152,893	193,809	290,383	1,600,149
Additions	6,085	-	18,805	6,539	62,484	93,913
Disposals	-	-	(8,500)	(3,422)	(58,185)	(70,107)
At 31 October 2009	922,197	46,952	163,198	196,926	294,682	1,623,955
Depreciation						
At 1 November 2008	57,406	41,265	44,717	158,579	201,516	503,483
On disposals	-	-	(4,509)	(2,361)	(55,869)	(62,739)
Charge for the year	11,722	1,878	7,253	11,982	51,248	84,083
At 31 October 2009	69,128	43,143	47,461	168,200	196,895	524,827
Net book value						
At 31 October 2009	853,069	3,809	115,737	28,726	97,787	1,099,128
At 31 October 2008	858,706	5,687	108,176	35,230	88,867	1,096,666

The carrying value of 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 £335,239 (2008: £335,239) has not been depreciated.

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2009

9 Tangible fixed assets

(continued)

Comparable historical cost for the land and buildings:

	£
Cost	
At 1 November 2008	887,087
Additions	6,085
	<hr/>
At 31 October 2009	893,172
	<hr/>
Depreciation based on cost	
At 1 November 2008	54,029
Charge for the year	11,156
	<hr/>
At 31 October 2009	65,185
	<hr/>
Net book value	
At 31 October 2009	827,987
	<hr/>
At 31 October 2008	833,058
	<hr/>

10 Tangible fixed assets

Investment
properties
£

Cost or valuation	
At 1 November 2008	452,517
Additions	10,085
Revaluation	4,789
	<hr/>
At 31 October 2009	467,391
	<hr/>

On 31 October 2009 the directors revalued the 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 2009

11 Fixed asset investments

	Listed investments £	Unlisted investments £	Total £
Cost or valuation			
At 1 November 2008 & at 31 October 2009	3,833	1,300	5,133
			Market value of listed investments £
At 31 October 2009			6,649
At 31 October 2008			5,303

12 Stocks

	2009 £	2008 £
Finished goods and goods for resale	983,461	1,066,943

13 Debtors

	2009 £	2008 £
Trade debtors	1,085,194	1,092,985
Other debtors	1,716	5,638
Prepayments and accrued income	56,062	70,548
	1,142,972	1,169,171

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2009

14 Creditors: amounts falling due within one year	2009 £	2008 £
Bank loans and overdrafts	289,575	408,604
Trade creditors	501,514	755,238
Corporation tax	9,398	40,519
Other taxes and social security costs	46,704	63,381
Accruals and deferred income	55,786	62,967
	<u>902,977</u>	<u>1,330,709</u>
Debt due in one year or less	<u>289,575</u>	<u>408,604</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

15 Creditors amounts falling due after more than one year	2009 £	2008 £
Bank loans	<u>36,801</u>	<u>19,384</u>
Analysis of loans		
Wholly repayable within five years	<u>57,897</u>	<u>32,392</u>
	<u>57,897</u>	<u>32,392</u>
Included in current liabilities	<u>(21,096)</u>	<u>(13,008)</u>
	<u>36,801</u>	<u>19,384</u>
Loan maturity analysis		
In more than one year but not more than two years	<u>11,969</u>	<u>13,008</u>
In more than two years but not more than five years	<u>24,832</u>	<u>6,376</u>

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2009

16 Provisions for liabilities

	Deferred tax liability £
Balance at 1 November 2008	14,736
Profit and loss account	4,697
	<hr/>
Balance at 31 October 2009	19,433
	<hr/>

The deferred tax liability is made up as follows

	2009 £	2008 £
Accelerated capital allowances	19,433	14,736
	<hr/>	<hr/>

17 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 company for the year	27,927	25,314
	<hr/>	<hr/>

18 Share capital

	2009 £	2008 £
Authorised		
70,000 Ordinary shares of £1 each	70,000	70,000
	<hr/>	<hr/>
Allotted, called up and fully paid		
70,000 Ordinary shares of £1 each	70,000	70,000
	<hr/>	<hr/>

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2009

19 Statement of movements on reserves

	Revaluation reserve £	Other reserves (see below) £	Profit and loss account £
Balance at 1 November 2008	423,364	34,419	2,393,985
Profit for the year	-	-	40,135
Transfer from revaluation reserve to profit and loss account	(566)	-	566
Dividends paid	-	-	(58,100)
Revaluation during the year	4,789	-	-
Transfer from capital redemption reserve to profit and loss account	-	(34,419)	34,419
Balance at 31 October 2009	427,587	-	2,411,005

Capital redemption reserve

Balance at 1 November 2008

34,419

Capital redemption reserve movement

(34,419)

Balance at 31 October 2009

-

20 Reconciliation of movements in shareholders' funds

	2009 £	2008 £
Profit for the financial year	40,135	139,332
Dividends	(58,100)	(87,500)
	(17,965)	51,832
Other recognised gains and losses	4,789	67,711
Net (depletion in)/addition to shareholders' funds	(13,176)	119,543
Opening shareholders' funds	2,921,768	2,802,225
Closing shareholders' funds	2,908,592	2,921,768

HENRY ALTY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2009

21 Directors' emoluments	2009 £	2008 £
Emoluments for qualifying services	95,082	93,833
Company pension contributions to money purchase schemes	2,765	2,658
	<u>97,847</u>	<u>96,491</u>

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 2 (2008- 2)

During the year annuity payments relating to payments made to former directors amounted to £nil (2008 £1,546)

22 Employees

Number of employees

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

	2009 Number	2008 Number
Selling and distribution	27	30
Administration	13	12
	<u>40</u>	<u>42</u>

Employment costs	2009 £	2008 £
Wages and salaries	750,966	807,916
Social security costs	67,862	73,694
Other pension costs	27,927	25,314
	<u>846,755</u>	<u>906,924</u>

