

WILLERBY HOLIDAY HOMES LTD

Report and Financial Statements

53 weeks ended 3 October 2009

SATURDAY



AAM00L6L

A30

26/06/2010

342

COMPANIES HOUSE

WILLERBY HOLIDAY HOMES LTD

REPORT AND FINANCIAL STATEMENTS 2009

CONTENTS	Page
Officers and professional advisers	1
Directors' report	2
Statement of directors' responsibilities	4
Independent auditors' report	5
Profit and loss account	6
Statement of total recognised gains and losses	6
Balance sheet	7
Notes to the financial statements	8

WILLERBY HOLIDAY HOMES LTD

REPORT AND FINANCIAL STATEMENTS 2009

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

I J Burville
D Little
C D Jeffrey
S A Hutchinson
B M Murphy
P J White

SECRETARY

B M Murphy

REGISTERED OFFICE

Imperial House
1251 Hedon Road
Hull
HU9 5NA

AUDITORS

Deloitte LLP
Chartered Accountants & Registered Auditors
Leeds

WILLERBY HOLIDAY HOMES LTD

DIRECTORS' REPORT

The directors present their annual report and the audited financial statements for the 53 weeks ended 3 October 2009

PRICIPAL ACTIVITIES, REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS

The company's principal activities are the manufacture and sale of holiday homes in the UK, Ireland and in the European Community

During the period the company produced an operating profit of £8,123,942 (2008 £13,249,967) The company produced a profit before tax of £7,229,312 (2008 £11,483,664) Sales were £99,130,373 (2008 £119,796,599) The company considers this to be a satisfactory result having regard to the current competitive market The directors have paid a dividend in the sum of £1,600,000 (2008 £3,000,000)

Cash in hand increased to £53,128,609 (2008 £36,786,040)

The directors consider these results to be very good having regard to the significant reduction in activity experienced by the market in the immediate aftermath of the global banking crisis and economic downturn

The company regards R & D investment as key to the continuing success in the medium to long term future As a result the company continues to invest in research and development to target the introduction of new products

Order intake levels recovered well towards the latter part of the year and the final quarter intake level was more than double the level of the same period 2008 This together with the strong cash level at the end of the year should lead to an encouraging start to the 2010 year

Following the closure of the BK Bluebird business unit during the year, the company will manufacture and sell products under the BK Bluebird brand in addition to existing products under the Willerby brand

RISKS AND OBLIGATIONS

Competitor risk

The company continues to operate in competitive markets To reduce this risk we undertake market research to ensure that we develop appropriate products that satisfy the needs of our customers As highlighted earlier we continue to invest in product development to ensure that we have products at various stages of the product life cycle

DIRECTORS

The directors who have served during the period and subsequently were as follows

I J Burville
D Little
C D Jeffrey
S A Hutchinson
B M Murphy
P J White

FIXED ASSETS

Movements in fixed assets are set out in note 8

EMPLOYMENT POLICY

It is the policy of the directors to communicate with employees through national and local union representatives on matters which effect their working conditions

The policy is and has been to encourage the employment, training and promotion of disabled persons wherever practicable Should an employee become disabled during the course of employment, alternative employment would if possible be found

CHARITABLE DONATIONS

Donations to charitable organisations amounted to £2,000 (2008 £2,000)

WILLERBY HOLIDAY HOMES LTD

DIRECTORS' REPORT (continued)

FINANCIAL INSTRUMENTS

The company's financial risk management objectives and policies are operated by the Board. The principal financial risks faced by the company relate to interest rates.

GOING CONCERN

The company's business activities, together with factors likely to affect its future development, performance and position are set out above.

The group headed by the ultimate parent company, Scaid Investments Limited, meets its day to day working capital requirement through an annual working capital facility that is next due for renewal on 31st March 2010. The group will open routine renewal negotiations with the bank during the course of 2010 and has, at this stage, not sought any written commitment that the facility will be renewed. However, the group has held discussions with its bankers about its future borrowings and no matters have been drawn to its attention to suggest that renewal may not be forthcoming on acceptable terms.

The group's forecasts and projections, taking account of reasonably possible changes in trading performance due to the uncertain economic environment, show that the company and the group should be able to operate within the level of its current working capital facility.

The Directors are in receipt of a letter of support from Scaid Investments Limited. After making full enquiries, the Directors have a reasonable expectation that the company has adequate financial resources to continue in existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

AUDITORS

In the case of each person who is a director of the company at the date when this report was approved:

- so far as the director is aware, there is no relevant audit information (as defined in the Companies Act 2006) of which the company's auditors are unaware, and
- the director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information (as defined) and to establish that the company's auditors are aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

On 1 December 2008, Deloitte & Touche LLP changed its name to Deloitte LLP.

A resolution for the re-appointment of Deloitte LLP will be proposed at the forthcoming Annual General Meeting.

By order of the Board



I J Burville

Director

26 November 2009

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 period. 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 judgments and accounting estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- 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.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF WILLERBY HOLIDAY HOMES LTD

We have audited the financial statements of Willerby Holiday Homes Limited for the 53 weeks ended 3 October 2009 which comprise the Profit and Loss account, the Balance Sheet and the related notes 1 to 19. 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 sections 495 and 496 of the Companies Act 2006. 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

As explained more fully in the Directors' Responsibilities Statement, 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's (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 3 October 2009 and of its profit for the period then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting 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 period for which the financial statements are prepared is consistent with the financial statements.

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:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and 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.



Simon Manning (Senior Statutory Auditor)
for and on behalf of Deloitte LLP
Chartered Accountants and Statutory Auditors
Leeds, United Kingdom
26 November 2009

WILLERBY HOLIDAY HOMES LTD

PROFIT AND LOSS ACCOUNT 53 weeks ended 3 October 2009

	Note	53 weeks ended 3 October 2009 £	52 weeks ended 27 September 2008 £
TURNOVER	2	99,130,373	119,796,599
Cost of sales		(80,844,073)	(94,936,062)
Gross profit		18,286,300	24,860,537
Administrative expenses (including restructuring costs of £498,000 (2008 £605,000))		(10,162,358)	(11,610,570)
OPERATING PROFIT		8,123,942	13,249,967
Net finance charges	3	(894,630)	(1,766,303)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	4	7,229,312	11,483,664
Tax on profit on ordinary activities	6	207,656	(1,450,095)
Profit for the financial period after taxation	14, 15	7,436,968	10,033,569

All amounts relate to continuing activities

The accompanying notes are an integral part of this profit and loss account

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES 53 weeks ended 3 October 2009

	Note	53 weeks ended 3 October 2009 £	52 weeks ended 27 September 2008 £
Profit for the financial period		7,436,968	10,033,569
Actuarial (loss) relating to the pension scheme	19	(555,000)	(87,000)
Related deferred tax asset		155,000	26,100
Total recognised gains and losses relating to the period		7,036,968	9,972,669

WILLERBY HOLIDAY HOMES LTD

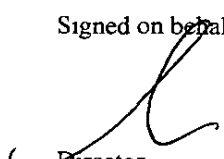
BALANCE SHEET

3 October 2009

		2009		2008	
	Note	£	£	£	£
FIXED ASSETS					
Tangible assets	8		2,463,659		2,598,189
CURRENT ASSETS					
Stocks	9	11,509,478		14,155,183	
Debtors	10	12,621,758		11,737,324	
Cash at bank and in hand		53,128,609		36,786,040	
		77,259,845		62,678,547	
CREDITORS: amounts falling due within one year	11	(22,424,578)		(13,719,280)	
NET CURRENT ASSETS			54,835,267		48,959,267
TOTAL ASSETS LESS CURRENT LIABILITIES			57,298,926		51,557,456
PROVISIONS FOR LIABILITIES	12		(45,669)		(91,167)
NET ASSETS EXCLUDING PENSION (LIABILITY)/ASSET			57,253,257		51,466,289
PENSION (LIABILITY)/ASSET	19		(318,500)		31,500
NET ASSETS INCLUDING PENSION (LIABILITY)/ASSET			56,934,757		51,497,789
CAPITAL AND RESERVES					
Called up share capital	13	5,100,000		5,100,000	
Profit and loss account	14	51,834,757		46,397,789	
SHAREHOLDER'S FUNDS	15	56,934,757		51,497,789	

These financial statements of Willerby Holiday Homes, company number 00387583, were approved by the Board of Directors on 26 November 2009

Signed on behalf of the Board of Directors


 Director
 I. J. BURVILLE

WILLERBY HOLIDAY HOMES LTD

NOTES TO THE FINANCIAL STATEMENTS

53 weeks ended 3 October 2009

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements are prepared in accordance with applicable United Kingdom accounting standards. The particular accounting policies, all of which have been applied consistently throughout the period and the preceding period, are set out below.

Accounting period

The company's accounting reference date is 30 September. Financial statements are made up to a 52 or 53 week period on a Saturday adjacent to 30 September each year. These financial statements are for a 53 week period ended 3 October 2009. The comparative figures are for a 52 week period.

Cashflow statement

The company has not prepared a cashflow statement on the basis that it is a wholly owned subsidiary of Scard Investments Limited and consolidated financial statements are prepared by that company and are publicly available.

Depreciation

The depreciation on fixed assets is provided at rates calculated to write off the cost less estimated residual value of each asset on a straight line basis over its expected useful life, as follows:

Plant and equipment	10%-20% per annum
Motor vehicles	25%-33% per annum

Stock and work in progress

Stock is valued at the lower of cost and net realisable value after making due allowance for any obsolete or slow moving items. In the case of finished goods and work in progress cost comprises direct materials, direct labour and an appropriate proportion of manufacturing fixed and variable overheads. The allocation of manufacturing fixed overheads has regard to budgeted normal production. Net realisable value comprises anticipated proceeds of sale less anticipated costs relating thereto.

Taxation

Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred taxation is provided in full on timing differences that results in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

Research and development

Expenditure on research and development is charged to revenue as incurred.

Turnover

Turnover represents sales to external customers at invoiced amount less value added tax. Turnover is recognised at the point at which the goods are collected or dispatched to the customer.

WILLERBY HOLIDAY HOMES LTD

NOTES TO THE FINANCIAL STATEMENTS

53 weeks ended 3 October 2009

1. ACCOUNTING POLICIES (continued)

Pension costs

For defined benefit schemes the amounts charged to operating profit are the current service costs, past service costs and gains and losses on settlements and curtailments. They are included as part of staff costs. Past service costs are recognised immediately in the profit and loss account if the benefits have vested. If the benefits have not vested immediately, the costs are recognised over the period until vesting occurs. The interest cost and the expected return on assets are shown as a net amount of other finance costs or credits adjacent to interest. Actuarial gains and losses are recognised immediately in the statement of total recognised gains and losses.

Defined benefit schemes are funded, with the assets of the scheme held separately from those of the company, in separate trustee administered funds. Pension scheme assets are measured at fair value and liabilities are measured on an actuarial basis using the projected unit method and discounted at a rate equivalent to the current rate of return on a high quality corporate bond of equivalent currency and term to the scheme liabilities.

The actuarial valuations are obtained at least triennially and are updated at each balance sheet date. The resulting defined benefit asset or liability, net of the related deferred tax, is presented separately after other net assets on the face of the balance sheet.

For defined contribution schemes, the amount charged to the profit and loss account in respect of pension costs is the contributions payable in the period. Differences between contributions payable in the period and contributions actually paid are shown as accruals or prepayments in the balance sheet.

Leases

Rentals payable under operating leases are charged to the profit and loss account in the period in which they became payable.

2. TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAX

Turnover and profit on ordinary activities before tax were contributed as follows

	Turnover	
	53 weeks ended 3 October 2009 £	52 weeks ended 27 September 2008 £
Geographical market supplied:		
United Kingdom	92,726,055	110,820,800
Western Europe	6,404,318	8,975,799
	<u>99,130,373</u>	<u>119,796,599</u>

WILLERBY HOLIDAY HOMES LTD

NOTES TO THE FINANCIAL STATEMENTS 53 weeks ended 3 October 2009

3. NET FINANCE CHARGES

	53 weeks ended 3 October 2009 £	52 weeks ended 27 September 2008 £
Interest receivable and similar income		
Interest receivable	2,000	96,691
Interest payable and similar charges		
Bank interest	888,630	1,878,994
Other interest	10,000	-
	<u>898,630</u>	<u>1,878,994</u>
Finance charges (net)		
Interest receivable and similar income	2,000	96,691
Interest payable and similar charges	(898,630)	(1,878,994)
Net return on pension scheme (note 19)	2,000	16,000
	<u>(894,630)</u>	<u>(1,766,303)</u>

4. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	53 weeks ended 3 October 2009 £	52 weeks ended 27 September 2008 £
Profit on ordinary activities before taxation is stated after (crediting)/charging.		
Profit on sale of fixed assets	(8,504)	(23,920)
Depreciation	801,273	855,685
Auditors' remuneration - fees payable to the company's auditors for the audit of the company's annual accounts	18,100	26,000
Auditors' remuneration for non audit services- taxation	5,000	11,000
Operating lease rentals		
- land and buildings	2,400,583	2,306,115
Research and development	959,000	778,000
	<u>959,000</u>	<u>778,000</u>

WILLERBY HOLIDAY HOMES LTD

NOTES TO THE FINANCIAL STATEMENTS

53 weeks ended 3 October 2009

5 STAFF COSTS

	53 weeks ended 3 October 2009 £	52 weeks ended 27 September 2008 £
Wages and salaries	16,316,000	21,525,866
Social security costs	1,587,000	2,100,099
Other pension costs	259,945	249,660
	<u>18,162,945</u>	<u>23,875,625</u>

The average number of employees during the period was made up as follows

	53 weeks ended 3 October 2009 No.	52 weeks ended 27 September 2008 No.
Manufacture	593	793
Sales, distribution and management	95	116
	<u>688</u>	<u>909</u>

	53 weeks ended 3 October 2009 £	52 weeks ended 27 September 2008 £
Directors' emoluments		
Aggregated emoluments	189,644	142,000
Aggregated pension contributions	10,600	10,000
	<u>200,244</u>	<u>152,000</u>

The directors of the company who were also directors of Scaid Investments Limited in the current period were remunerated through Scaid Investments Limited and no part of these emoluments has been borne by the company

WILLERBY HOLIDAY HOMES LTD

NOTES TO THE FINANCIAL STATEMENTS 53 weeks ended 3 October 2009

6. TAX ON PROFIT ON ORDINARY ACTIVITIES

	53 weeks ended 3 October 2009 £	52 weeks ended 27 September 2008 £
United Kingdom corporation tax at 28% (2008 29%)	84,000	1,598,066
Adjustment in respect of prior periods	(265,758)	(83,331)
Current tax (credit)/charge	(181,758)	1,514,735
Deferred taxation	(31,324)	(62,965)
Adjustment in respect of prior periods	5,426	(1,675)
	<u>(207,656)</u>	<u>1,450,095</u>
Reconciliation of current tax (credit)/charge:		
Profit on ordinary activities before tax	7,229,312	11,483,664
Tax at 28% (2008 29%) thereon	2,024,207	3,330,263
Capital allowances in excess of depreciation	50,925	80,128
Expenses not deductible for corporation tax	20,229	23,019
Group relief claimed free of charge	(1,990,484)	(1,821,424)
Adjustments in respect of prior period	(265,758)	(83,331)
Movement in pension liability	(19,600)	(13,920)
Industrial building allowances claimed	(1,277)	-
Current tax (credit)/charge	<u>(181,758)</u>	<u>1,514,735</u>

7. DIVIDENDS

	53 weeks ended 3 October 2009 £	52 weeks ended 27 September 2008 £
Dividend 31 4p (2008 58 8p) per ordinary share	<u>1,600,000</u>	<u>3,000,000</u>

WILLERBY HOLIDAY HOMES LTD

NOTES TO THE FINANCIAL STATEMENTS 53 weeks ended 3 October 2009

8. TANGIBLE FIXED ASSETS

	Motor vehicles £	Plant and equipment £	Total £
Cost			
At 28 September 2008	991,229	8,940,989	9,932,218
Additions	262,787	158,645	421,432
Intra group transfer	-	289,003	289,003
Disposals	(233,325)	-	(233,325)
At 3 October 2009	<u>1,020,691</u>	<u>9,388,637</u>	<u>10,409,328</u>
Depreciation			
At 28 September 2008	717,957	6,616,071	7,334,028
Charge for the period	147,004	654,269	801,273
Disposals	(189,632)	-	(189,632)
At 3 October 2009	<u>675,329</u>	<u>7,270,340</u>	<u>7,945,669</u>
Net book value			
At 3 October 2009	<u>345,362</u>	<u>2,118,297</u>	<u>2,463,659</u>
At 27 September 2008	<u>273,272</u>	<u>2,324,917</u>	<u>2,598,189</u>

9. STOCK

	2009 £	2008 £
Raw materials	2,751,071	2,720,564
Work-in-progress	727,724	823,536
Finished goods	8,030,683	10,611,083
	<u>11,509,478</u>	<u>14,155,183</u>

The replacement value of stock is not materially different from the period end value

10. DEBTORS

	2009 £	2008 £
Trade debtors	11,006,366	10,064,052
Other debtors	1,033,910	411,664
Prepayments	369,021	238,794
Amounts due from group companies	212,461	1,022,814
	<u>12,621,758</u>	<u>11,737,324</u>

WILLERBY HOLIDAY HOMES LTD

NOTES TO THE FINANCIAL STATEMENTS

53 weeks ended 3 October 2009

11 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2009 £	2008 £
Trade creditors	18,277,484	10,553,450
Corporation tax	83,152	1,598,066
Amounts owed to group companies	704,000	-
Other taxes and social security costs	654,834	310,513
Other creditors	436,445	289,671
Accruals and deferred income	2,268,663	967,580
	<u>22,424,578</u>	<u>13,719,280</u>

12. DEFERRED TAX

	2009 £	2008 £
Deferred tax liabilities provided		
At beginning of period	91,167	170,208
Current period credit	(45,498)	(79,041)
	<u>45,669</u>	<u>91,167</u>

Deferred tax liabilities comprise:

	2009 £	2008 £
Accelerated capital allowances	<u>45,669</u>	<u>91,167</u>

There is no unprovided deferred tax in either the current or prior period

13. CALLED UP SHARE CAPITAL

	2009 £	2008 £
Authorised		
5,100,000 ordinary shares of £1 each	<u>5,100,000</u>	<u>5,100,000</u>
Called up, allotted and fully paid		
5,100,000 ordinary shares of £1 each	<u>5,100,000</u>	<u>5,100,000</u>

14. RESERVES

	£
Profit and loss account	
At 28 September 2008	46,397,789
Profit for the period after taxation	7,436,968
Dividends	(1,600,000)
Actuarial loss relating to the pension scheme	(555,000)
Related deferred tax credit	155,000
	<u>51,834,757</u>
At 3 October 2009	

WILLERBY HOLIDAY HOMES LTD

NOTES TO THE FINANCIAL STATEMENTS

53 weeks ended 3 October 2009

15 RECONCILIATION OF MOVEMENTS IN SHAREHOLDER'S FUNDS

	2009 £	2008 £
Profit for the financial period after taxation	7,436,968	10,033,569
Dividend	(1,600,000)	(3,000,000)
Actuarial (loss) relating to the pension scheme	(555,000)	(87,000)
Related deferred tax credit	155,000	26,100
Net addition to shareholder's funds	5,436,968	6,972,669
Opening shareholder's funds	51,497,789	44,525,120
Closing shareholders' funds	56,934,757	51,497,789

16. ULTIMATE HOLDING COMPANY

The company's immediate parent company is Burndene Investments Limited, a company incorporated in Scotland. The company's ultimate parent company is Scaid Investments Limited, a company incorporated in Great Britain and registered in England and Wales.

The smallest and largest group of which the company is a member and for which Group Financial Statements are drawn up is headed by Scaid Investments Limited.

17 RELATED PARTY TRANSACTIONS

The company has claimed exemption from disclosing related party transactions with group companies on the grounds that it is a wholly owned subsidiary. The holding company's accounts are publicly available.

18. OPERATING LEASE COMMITMENTS

	Land and buildings	
	2009 £	2008 £
Commitment for next year under operating leases which expire		
Within 1 to 2 years	95,000	-
Within 2 to 5 years	-	-
After 5 years	2,305,583	2,306,124

WILLERBY HOLIDAY HOMES LTD

NOTES TO THE FINANCIAL STATEMENTS

53 weeks ended 3 October 2009

19. PENSIONS

Two pension schemes are operated by the company. The defined benefit scheme has been closed to new entrants since 26 September 1997. The active membership of the scheme is 3 and benefits are calculated against basic remuneration and not total earnings. It was established under an irrevocable Deed of Trust for the employees. The scheme is managed by Trustees accountable to the pension scheme members.

The pension costs relating to this scheme are assessed every three years in accordance with the advice of a qualified actuary using the projected unit method. The most recent valuation at 26 September 2007 indicates that, on the basis of service to date and current salaries, the schemes' assets were sufficient to meet liabilities.

At 3 October 2009 the scheme, which is contracted out of the state scheme, had assets of approximately £2,415,000 (2008 £2,236,000) at market value.

Contributions to the scheme by employees and the company have been maintained in accordance with the recommendations of the actuaries in their previous valuations.

Contributions of £121,000 (2008 £93,000) were made in the period to 3 October 2009. Future contributions have been set at 28.4% of pensionable salaries plus £59,400 per annum.

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from the assets of the company in independently administered funds. The pension costs charge represents contributions payable by the company to the fund and amounts to £207,000 (2008 £189,000).

Financial Reporting Standard 17 'Retirement Benefits'

The company operates a defined benefits scheme, the Willerby Holiday Homes Ltd Retirement Benefits Scheme. A full valuation was undertaken as at 26 September 2007 and has been updated to 3 October 2009 by a qualified independent Actuary.

The major assumptions used by the Actuary were as follows:

	3 October 2009	27 September 2008
Rate of Increase in Salaries	3.25% p.a.	3.5% p.a.
Limited Price Indexation Pension Increases	3.25% p.a.	3.5% p.a.
Discount Rate	5.4% p.a.	6.5% p.a.
Inflation Assumption	3.25% p.a.	3.5% p.a.
Mortality Assumption		
Retiring today		
Males	21.7 years	21.7 years
Females	24.0 years	24.0 years
Retiring in 20 year		
Males	22.8 years	22.8 years
Females	24.9 years	24.9 years

The assets of the Scheme are held in a Pension Reserve with profits insurance contract with Scottish Provident. The fair value of the assets held and the expected rates of return assumed are as follows:

	Expected Rate of Return 2009 %	Value at 3 October 2009 £000's	Expected Rate of Return 2008 %	Value at 27 September 2008 £000's
Equities & Property	7%	1,328	7.5%	1,051
Bonds	4.5%	845	5.5%	872
Cash	0.5%	242	5%	313
Total		<u>2,415</u>		<u>2,236</u>

WILLERBY HOLIDAY HOMES LTD

NOTES TO THE FINANCIAL STATEMENTS 53 weeks ended 3 October 2009

19. PENSIONS (continued)

The funding position was as follows:

	At 3 October 2009 £'000's	At 27 September 2008 £'000's	At 29 September 2007 £000's
Total market value of assets	2,415	2,236	2,063
Present value of Scheme liabilities	(2,855)	(2,191)	(1,979)
(Deficit)/surplus in the Scheme	(440)	45	84
Related deferred tax asset/(liability)	122	(13)	(25)
Net pension (liability)/surplus	(318)	32	59

Excluded from both the asset and liability above is the liability for pensions secured by an annuity (as the scheme is insured) At the period end there were 24 insured pensioners (2008 24)

	53 weeks ended 3 October 2009 £000's	52 weeks ended 27 September 2008 £000's
Analysis of amount chargeable to operating profit:		
Current service cost	53	61
Total operating charge	53	61
Analysis of the amount credited/(charged) to other finance income:		
Expected return on pension scheme assets	146	136
Interest on pension scheme liabilities	(144)	(120)
Net return	2	16
Analysis of amount recognised in statement of total recognised gains and losses:		
Actual return less expected return on pension scheme assets	(83)	(46)
Experience gains and losses arising on scheme liabilities	(53)	(98)
Changes in assumptions underlying present value of scheme liabilities	(419)	57
Actuarial loss recognised in the Statement of Total Recognised Gains and Losses	(555)	(87)

WILLERBY HOLIDAY HOMES LTD

NOTES TO THE FINANCIAL STATEMENTS

53 weeks ended 3 October 2009

19. PENSIONS (continued)

	53 weeks ended 3 October 2009 £000's	52 weeks ended 27 September 2008 £000's
Movement in surplus/(deficit) during the period:		
Surplus in Scheme at beginning of period	45	84
Current service cost	(53)	(61)
Contributions	121	93
Other finance income/(expense)	2	16
Actuarial (loss)/gain	(555)	(87)
(Deficit)/surplus in Scheme at the end of period	(440)	45

As a result of the actuarial valuation as at 26 September 2007, the Company's future contributions have been set out at 28.4% of Pensionable Salaries plus £59,004 per annum. The current service cost will increase as the members of the Scheme approach retirement.

	53 weeks ended 3 October 2009 £000's	52 weeks ended 27 September 2008 £000's
Movement in the present value of scheme liabilities during the period:		
Present value of Scheme liabilities at beginning of period	(2,191)	(1,979)
Current service cost	(53)	(61)
Employee contributions	(9)	(10)
Interest cost	(144)	(120)
Actuarial losses	(472)	(41)
Benefits paid	14	20
Present value of Scheme liabilities at end of period	(2,855)	(2,191)

	53 weeks ended 3 October 2009 £000's	52 weeks ended 27 September 2008 £000's
Movement in the fair value of scheme assets during the period:		
Fair value of Scheme assets at beginning of period	2,236	2,063
Expected return	146	136
Actuarial losses	(83)	(46)
Benefits paid	(14)	(20)
Contributions paid by the company	121	93
Employee contributions	9	10
Fair value of Scheme assets at end of period	2,415	2,236

WILLERBY HOLIDAY HOMES LTD

NOTES TO THE FINANCIAL STATEMENTS

53 weeks ended 3 October 2009

19. PENSIONS (continued)

History of experience gains and losses:

	3 October 2009 £'000s	27 September 2008 £'000s	29 September 2007 £'000s	30 September 2006 £'000s	1 October 2005 £'000s
Present value of Scheme liabilities	(2,855)	(2,191)	(1,979)	(2,338)	(2,408)
Market value of Scheme assets	2,415	2,236	2,063	2,111	2,117
(Deficit)/surplus in the Scheme	(440)	45	84	(227)	(291)

Difference between expected and actual return on Scheme assets:

Loss (£000's)	(83)	(46)	(55)	(48)	(54)
Percentage of Scheme assets	3.4%	2.1%	2.7%	2.3%	2.6%

Experience gains and losses on Scheme liabilities

(Loss)/gain (£000's)	(53)	(98)	110	227	2
Percentage of present value of Scheme liabilities	1.9%	4.5%	5.6%	9.7%	0.1%