

Company Registration No 02274509 (England and Wales)

A.B.G. Limited

Directors' Report and Financial Statements For The Year Ended 31 December 2012

FRIDAY



A2GUTIEF

A17

13/09/2013

#125

COMPANIES HOUSE

A.B.G. LIMITED

COMPANY INFORMATION

Directors

A Bamforth
E A Bamforth
P van Ruiten

Secretary

A Bamforth

Company number

02274509

Registered office

Unit E7
Meltham Mills Road
Meltham
Huddersfield
HD9 4DS

Auditors

Garbutt & Elliott LLP
Stable Court
Beechwoods
Elmete Lane
Leeds
LS8 2LQ

Bankers

The Royal Bank of Scotland Plc
27 Market Place
Huddersfield
HD1 2AD

A.B.G. LIMITED

CONTENTS

	Page
Directors' report	1 - 2
Independent auditors' report	3 - 4
Profit and loss account	5
Balance sheet	6
Cash flow statement	7
Notes to the cash flow statement	8 - 9
Notes to the financial statements	10 - 20

A.B.G. LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2012

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

Principal activities and review of the business

The principal activity of the company continued to be that of specialist suppliers to the building, construction and environmental industry

The company has continued to perform well in challenging markets both in the UK and export. The company is well positioned and the new environmental initiatives commenced in 2008 are beginning to take advantage of the growth in the green economy.

The management of the business and the execution of the company's strategy are subject to a number of risks. The key business risks and uncertainties are considered to relate to competition both nationally and internationally, employee retention and raw material prices.

Given the straightforward nature of the business, the company's directors are of the opinion that analysis using key performance indicators is not necessary for an understanding of the development, performance or position of the business.

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

Results and dividends

The results for the year are set out on page 5.

The directors recommend a total payment of ordinary dividends amounting to £98,000 (2011 - £90,135) and a total payment of non voting dividends amounting to £47,524 (2011 - £46,524).

The directors recommend that the retained profit (before dividends) amounting to £266,129 be taken to reserves.

Future developments

The external commercial environment is expected to remain competitive in 2013. Global factors are having an impact on the construction market, which may have some impact on the company. However, the directors are confident of maintaining current levels of activity for the foreseeable future and are optimistic about the future prospects of the company.

Directors

The following directors have held office since 1 January 2012.

A Bamforth
E A Bamforth
P van Ruiten

Auditors

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

A.B.G. LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 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

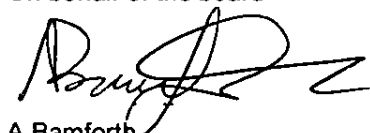
- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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



A Bamforth

Director

9/9/13

A.B.G. LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF A.B.G. LIMITED

We have audited the financial statements of A B G Limited for the year ended 31 December 2012 set out on pages 5 to 20. 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 Chapter 3 of Part 16 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 set out on pages 1 - 2, 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 and express an opinion on 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 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. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

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 December 2012 and of its profit for the year then ended,
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice,
- 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.

A.B.G. LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE MEMBERS OF A.B.G. LIMITED

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

Garbutt & Elliott LLP

**Richard Green (Senior Statutory Auditor)
for and on behalf of Garbutt & Elliott LLP**

12 September 2013

**Chartered Accountants
Statutory Auditor**

Stable Court
Beechwoods
Elmete Lane
Leeds
LS8 2LQ

A.B.G. LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2012

	Notes	2012 £	2011 £
Turnover	2	9,757,671	8,484,232
Cost of sales		(6,005,000)	(5,294,790)
Gross profit		3,752,671	3,189,442
Administrative expenses		(3,362,301)	(2,813,745)
Operating profit	3	390,370	375,697
Other interest receivable and similar income	4	18	3
Interest payable and similar charges	5	(54,610)	(52,812)
Profit on ordinary activities before taxation		335,778	322,888
Tax on profit on ordinary activities	6	(69,649)	(53,316)
Profit for the year	16	266,129	269,572

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

There are no recognised gains and losses other than those passing through the profit and loss account

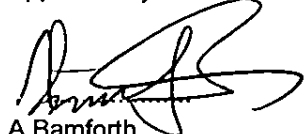
A.B.G. LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2012

	Notes	2012 £	£	2011 £	£
Fixed assets					
Tangible assets	9	1,136,489		1,157,594	
Current assets					
Stocks	10	1,321,184		1,266,014	
Debtors	11	1,462,863		1,517,997	
Cash at bank and in hand		63,022		68,830	
		2,847,069		2,852,841	
Creditors: amounts falling due within one year	12	(2,122,493)		(2,250,276)	
Net current assets		724,576		602,565	
Total assets less current liabilities		1,861,065		1,760,159	
Creditors' amounts falling due after more than one year	13	(22,418)		(52,117)	
Provisions for liabilities	14	(170,000)		(160,000)	
		1,668,647		1,548,042	
Capital and reserves					
Called up share capital	15	1,001		1,001	
Profit and loss account	16	1,667,646		1,547,041	
Shareholders' funds	17	1,668,647		1,548,042	

Approved by the Board and authorised for issue on

9/9/2013



A Bamforth
Director

Company Registration No. 02274509

A.B.G. LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2012

	£	2012 £	£	2011 £
Net cash inflow from operating activities		451,037		439,028
Returns on investments and servicing of finance				
Interest received	18		3	
Interest paid	(54,610)		(52,812)	
Non equity dividends paid	(47,524)		(46,524)	
Net cash outflow for returns on investments and servicing of finance		(102,116)		(99,333)
Taxation		(59,007)		(64,287)
Capital expenditure				
Payments to acquire tangible assets	(121,671)		(136,790)	
Receipts from sales of tangible assets	-		7,100	
Net cash outflow for capital expenditure		(121,671)		(129,690)
Equity dividends paid		(98,000)		(167,135)
Net cash inflow before management of liquid resources and financing		70,243		(21,417)
Financing				
Other new long term loans	-		19,233	
Other new short term loans	-		9,612	
Repayment of other long term loans	(9,612)		(6,417)	
Capital element of hire purchase contracts	(66,439)		(96,583)	
Net cash outflow from financing		(76,051)		(74,155)
Decrease in cash in the year		(5,808)		(95,572)

A.B.G. LIMITED

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

1 Reconciliation of operating profit to net cash inflow from operating activities	2012	2011
	£	£
Operating profit	390,370	375,697
Depreciation of tangible assets	170,958	171,907
Profit on disposal of tangible assets	-	(7,100)
Increase in stocks	(55,170)	(216,810)
Decrease in debtors	55,134	12,269
(Decrease)/Increase in creditors within one year	(110,255)	103,065
Net cash inflow from operating activities	451,037	439,028

2 Analysis of net debt	1 January 2012	Cash flow	Other non-cash changes	31 December 2012
	£	£	£	£
Net cash				
Cash at bank and in hand	68,830	(5,808)	-	63,022
Bank deposits	-	-	-	-
Debt				
Finance leases	(98,451)	66,439	(28,182)	(60,194)
Debts falling due within one year	(9,612)	-	-	(9,612)
Debts falling due after one year	(12,816)	9,612	-	(3,204)
	(120,879)	76,051	(28,182)	(73,010)
Net debt	(52,049)	70,243	(28,182)	(9,988)

3 Reconciliation of net cash flow to movement in net debt	2012	2011
	£	£
Decrease in cash in the year	(5,808)	(95,572)
Cash outflow from decrease in debt and lease financing	76,051	74,155
Change in net debt resulting from cash flows	70,243	(21,417)
New finance lease	(28,182)	(35,895)
Movement in net debt in the year	42,061	(57,312)
Opening net (debt)/funds	(52,049)	5,263
Closing net debt	(9,988)	(52,049)

A.B.G. LIMITED

NOTES TO THE CASH FLOW STATEMENT (CONTINUED) ***FOR THE YEAR ENDED 31 DECEMBER 2012***

4 Major non-cash transactions

The inception of new hire purchase contracts amounting to £28,182 (2011 - £35,895) is a major non-cash transaction

A.B.G. LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts

1.4 Patents

Patents are valued at cost less accumulated amortisation. Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful lives

1.5 Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred. Development expenditure is written off in the same way unless the directors are satisfied as to the technical, commercial and financial viability of individual projects. In this situation, the expenditure is deferred and amortised over the period during which the company is expected to benefit

1.6 Tangible fixed assets and depreciation

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

Leasehold land and buildings	Straight line over the life of the lease
Plant and machinery	10% reducing balance
Fixtures, fittings and equipment	33% straight line
Motor vehicles	33% straight line

1.7 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated in accordance with the policy stated above. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period

Rentals payable under operating leases are charged against income on a straight line basis over the lease term

1.8 Stock

Stock is valued at the lower of cost and net realisable value

A.B.G. LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2012

1 Accounting policies

(Continued)

1.9 Deferred taxation

Full provision is made for deferred tax arising from timing differences existing at the balance sheet date where there exists an obligation to pay more, or right to pay less tax, with the following exceptions

- Provision is made for tax on gains arising from revaluation of fixed assets, or gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold

- Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be sufficient taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax balances are not discounted and are calculated at the tax rates that are expected to apply in the periods in which timing differences are expected to reverse

1.10 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account

2 Turnover

Geographical market

	Turnover	
	2012	2011
	£	£
UK	6,883,986	6,344,299
Europe	1,759,710	1,375,835
Rest of the World	1,113,975	764,098
	<u>9,757,671</u>	<u>8,484,232</u>

A.B.G. LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2012

3	Operating profit	2012	2011
		£	£
	Operating profit is stated after charging		
	Depreciation of tangible assets	170,958	171,907
	Loss on foreign exchange transactions	16,249	-
	Research and development	4,408	-
	Operating lease rentals	186,326	178,133
	Auditors' remuneration (including expenses and benefits in kind)	6,900	6,000
	and after crediting		
	Profit on disposal of tangible assets	-	(7,100)
	Profit on foreign exchange transactions	-	(490)
		<u> </u>	<u> </u>
4	Investment income	2012	2011
		£	£
	Bank interest	18	3
		<u> </u>	<u> </u>
		18	3
		<u> </u>	<u> </u>
5	Interest payable	2012	2011
		£	£
	Hire purchase interest	9,550	11,957
	Other interest	45,060	40,855
		<u> </u>	<u> </u>
		54,610	52,812
		<u> </u>	<u> </u>

A.B.G. LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2012

6	Taxation	2012 £	2011 £
	Domestic current year tax		
	U K corporation tax	59,649	59,007
	Adjustment for prior years	-	(5,691)
	Total current tax	59,649	53,316
	Deferred tax		
	Deferred tax charge/credit current year	10,000	-
		69,649	53,316
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	335,778	322,888
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20.00% (2011 - 20.25%)	67,156	65,385
	Effects of		
	Non deductible expenses	708	434
	Depreciation add back	34,192	34,811
	Capital allowances	(25,367)	(38,254)
	Qualifying R&D expenditure deduction	(17,040)	-
	Adjustments to previous periods	-	(5,691)
	Other tax adjustments	-	(3,369)
		(7,507)	(12,069)
	Current tax charge for the year	59,649	53,316
7	Dividends	2012 £	2011 £
	Dividends on equity shares		
	Ordinary interim paid	98,000	90,135
	Dividends on non-equity shares		
	Non-voting interim paid	47,524	46,524
		145,524	136,659

A.B.G. LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2012

8 Intangible fixed assets

	Patents £
Cost	
At 1 January 2012 & at 31 December 2012	6,194
	<hr/>
Amortisation	
At 1 January 2012 & at 31 December 2012	6,194
	<hr/>
Net book value	
At 31 December 2012	-
	<hr/>
At 31 December 2011	-
	<hr/>

A.B.G. LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2012

9 Tangible fixed assets

	Leasehold land and buildings £	Plant and machinery £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Cost					
At 1 January 2012	52,486	2,391,651	330,531	132,244	2,906,912
Additions	-	101,371	20,300	28,182	149,853
At 31 December 2012	52,486	2,493,022	350,831	160,426	3,056,765
Depreciation					
At 1 January 2012	52,486	1,341,748	298,864	56,220	1,749,318
Charge for the year	-	111,194	19,011	40,753	170,958
At 31 December 2012	52,486	1,452,942	317,875	96,973	1,920,276
Net book value					
At 31 December 2012	-	1,040,080	32,956	63,453	1,136,489
At 31 December 2011	-	1,049,903	31,667	76,024	1,157,594

Included above are assets held under finance leases or hire purchase contracts as follows

	Plant and machinery £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Net book values				
At 31 December 2012	165,380	5,225	63,160	233,765
At 31 December 2011	184,438	12,417	75,731	272,586
Depreciation charge for the year				
At 31 December 2012	19,058	6,891	40,753	66,702
At 31 December 2011	28,358	3,446	29,690	61,494

10 Stocks

	2012 £	2011 £
Raw materials and consumables	1,321,184	1,266,014

A.B.G. LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2012

11 Debtors	2012 £	2011 £
Trade debtors	1,344,566	1,442,572
Other debtors	-	8,501
Prepayments and accrued income	118,297	66,924
	<u>1,462,863</u>	<u>1,517,997</u>
12 Creditors, amounts falling due within one year	2012 £	2011 £
Net obligations under hire purchase contracts	40,980	59,150
Trade creditors	902,513	883,337
Corporation tax	59,649	59,007
Other taxes and social security costs	148,439	134,007
Directors' current accounts	10,669	10,919
Other creditors	600,304	765,766
Accruals and deferred income	359,939	338,090
	<u>2,122,493</u>	<u>2,250,276</u>

A.B.G. LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2012

13 Creditors: amounts falling due after more than one year	2012 £	2011 £
Other loans	3,204	12,816
Net obligations under hire purchase contracts	19,214	39,301
	<u>22,418</u>	<u>52,117</u>
Analysis of loans		
Wholly repayable within five years	12,816	22,428
	<u>12,816</u>	<u>22,428</u>
Included in current liabilities	(9,612)	(9,612)
	<u>3,204</u>	<u>12,816</u>
Loan maturity analysis		
In more than one year but not more than two years	9,612	9,612
In more than two years but not more than five years	3,204	12,816
	<u>9,612</u>	<u>12,816</u>
Net obligations under hire purchase contracts		
Repayable within one year	40,980	59,150
Repayable between one and five years	19,214	39,301
	<u>60,194</u>	<u>98,451</u>
Included in liabilities falling due within one year	(40,980)	(59,150)
	<u>19,214</u>	<u>39,301</u>

Hire purchase liabilities are secured over the assets to which they relate. Other creditors relate to invoice discounting and are secured over the debts to which they relate.

A.B.G. LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2012

14 Provisions for liabilities

	Deferred tax liability £
Balance at 1 January 2012	160,000
Profit and loss account	10,000
	<hr/>
Balance at 31 December 2012	170,000
	<hr/>

The deferred tax liability is made up as follows:

	2012 £	2011 £
Accelerated capital allowances	170,000	160,000
	<hr/>	<hr/>

15 Share capital

	2012 £	2011 £
Allotted, called up and fully paid		
1,000 Ordinary shares of £1 each	1,000	1,000
1 Non voting share of £1 each	1	1
	<hr/>	<hr/>
	1,001	1,001
	<hr/>	<hr/>

16 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 January 2012	1,547,041
Profit for the year	266,129
Dividends paid	(145,524)
	<hr/>
Balance at 31 December 2012	1,667,646
	<hr/>

A.B.G. LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2012

17 Reconciliation of movements in shareholders' funds	2012 £	2011 £
Profit for the financial year	266,129	269,572
Dividends	(145,524)	(136,659)
Net addition to shareholders' funds	120,605	132,913
Opening shareholders' funds	1,548,042	1,415,129
Closing shareholders' funds	1,668,647	1,548,042

18 Financial commitments

At 31 December 2012 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 December 2013

	Land and buildings		Other	
	2012 £	2011 £	2012 £	2011 £
Operating leases which expire				
Within one year	-	-	3,675	1,201
Between two and five years	110,841	110,841	47,086	42,099
	110,841	110,841	50,761	43,300

19 Directors' remuneration	2012 £	2011 £
Remuneration for qualifying services	103,548	114,695

A.B.G. LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2012

20 Employees

Number of employees

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

	2012 Number	2011 Number
Directors	3	3
Administration and sales	24	25
Production	28	24
	<u>55</u>	<u>52</u>

Employment costs

	2012 £	2011 £
Wages and salaries	1,667,564	1,447,722
Social security costs	174,748	147,929
	<u>1,842,312</u>	<u>1,595,651</u>

21 Control

In the opinion of the directors there is no controlling party

22 Related party relationships and transactions

Dividends to Directors

The following directors were paid dividends during the year as outlined in the table below

	2012 £	2011 £
A Bamforth	49,000	45,068
E A Bamforth	49,000	45,068
P Van Ruiten	47,524	46,524
	<u>145,524</u>	<u>136,660</u>