

Registered number: 02514415 (England and Wales)

Abbreviated Accounts
for the Year Ended 31st March 2010
for
PENTRE GROUP LIMITED



PENTRE GROUP LIMITED

Contents of the Abbreviated Accounts
for the Year Ended 31st March 2010

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors on the Abbreviated Accounts	4
Abbreviated Profit and Loss Account	5
Statement of Total Recognised Gains and Losses	6
Abbreviated Balance Sheet	7
Notes to the Abbreviated Accounts	8

PENTRE GROUP LIMITED

Company Information
for the Year Ended 31st March 2010

DIRECTORS:

M F Seymour
A G Rogers

SECRETARY:

Mrs J Wright

REGISTERED OFFICE:

Unit 2
Moss Industrial Estate
Leigh
Lancashire
WN7 3PF

REGISTERED NUMBER:

02514415 (England and Wales)

AUDITORS:

Campbell Woolley LLP
Chartered Accountants
and Statutory Auditors
3 Hardman Square
Spinningfields
Manchester
M3 3EB

PENTRE GROUP LIMITED

Report of the Directors **for the Year Ended 31st March 2010**

The directors present their report with the accounts of the company for the year ended 31st March 2010

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the manufacture of cable reels and drums

REVIEW OF BUSINESS

The results and financial position of the company are as shown in the attached financial statements

In common with many companies the company has suffered a reduction in sales and profits as a result of the global recession. However, overall the result is considered satisfactory by the directors

Future Outlook

Prospects for the current year remain uncertain and the company is concentrating its efforts on retaining market share, cost reductions and efficiencies

The Board would like to thank all employees for their dedication and hard work during a difficult year

DIVIDENDS

No interim dividend was paid during the year. The directors recommend a final dividend of 1.0678 per share

The total distribution of dividends for the year ended 31st March 2010 will be £3,125,000

DIRECTORS

The directors shown below have held office during the whole of the period from 1st April 2009 to the date of this report

M F Seymour
A G Rogers

Other changes in directors holding office are as follows

H W Platt - resigned 9th March 2010

DISABLED EMPLOYEES

Applications for employment by disabled persons are always fully considered, bearing in mind the aptitudes of the applicant concerned. In the event of members of staff becoming disabled every effort is made to ensure that their employment with the company continues and that appropriate training is arranged. It is the policy of the company that the training, career development and promotion of disabled persons should, as far as possible, be identical with that of other employees

EMPLOYEE CONSULTATION

The company places considerable value on the involvement of its employees and has continued to keep informed on matters affecting them as employees and on the various factors affecting the performance of the company

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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

PENTRE GROUP LIMITED

Report of the Directors
for the Year Ended 31st March 2010

STATEMENT OF DIRECTORS' RESPONSIBILITIES - continued

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 AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Campbell Woolley LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



M F Seymour - Director

Date

1st July 2010

Report of the Independent Auditors to
Pentre Group Limited
Under Section 449 of the Companies Act 2006

We have examined the abbreviated accounts set out on pages five to sixteen, together with the full financial statements of Pentre Group Limited for the year ended 31st March 2010 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 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.

Basis of opinion

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.



Graham Travis (Senior Statutory Auditor)
for and on behalf of Campbell Woolley LLP
Chartered Accountants
and Statutory Auditors
3 Hardman Square
Spinningfields
Manchester
M3 3EB

Date

28 July 2010

PENTRE GROUP LIMITED

Abbreviated Profit and Loss Account
for the Year Ended 31st March 2010

	Notes	31 3 10 £	£	31 3 09 £	£
TURNOVER	2		10,451,299		24,151,634
GROSS LOSS			<u>(7,565,303)</u>		<u>(17,220,500)</u>
			2,885,996		6,931,134
Administrative expenses			<u>2,644,284</u>		<u>4,495,087</u>
OPERATING PROFIT	4		241,712		2,436,047
Income from shares in group undertakings		1,048,978		-	
Interest receivable and similar income		<u>2,500</u>		<u>-</u>	
			<u>1,051,478</u>		<u>-</u>
			1,293,190		2,436,047
Interest payable and similar charges	5		<u>63,063</u>		<u>140,759</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			1,230,127		2,295,288
Tax on profit on ordinary activities	6		<u>36,984</u>		<u>645,188</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION			<u>1,193,143</u>		<u>1,650,100</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year

PENTRE GROUP LIMITED

Statement of Total Recognised Gains and Losses
for the Year Ended 31st March 2010

	31 3 10 £	31 3 09 £
PROFIT FOR THE FINANCIAL YEAR	1,193,143	1,650,100
Revaluation in the year	<u>-</u>	<u>(435,862)</u>
TOTAL RECOGNISED GAINS AND LOSSES		
RELATING TO THE YEAR	<u>1,193,143</u>	<u>1,214,238</u>

Note of Historical Cost Profits and Losses
for the Year Ended 31st March 2010

	31 3 10 £	31 3 09 £
REPORTED PROFIT		
ON ORDINARY ACTIVITIES BEFORE TAXATION	1,230,127	2,295,288
Transfer from revaluation reserve	<u>(2,156)</u>	<u>-</u>
HISTORICAL COST PROFIT		
ON ORDINARY ACTIVITIES BEFORE TAXATION	<u>1,227,971</u>	<u>2,295,288</u>
HISTORICAL COST (LOSS)/PROFIT		
FOR THE YEAR RETAINED AFTER TAXATION		
AND DIVIDENDS	<u>(1,934,013)</u>	<u>1,500,100</u>

The notes form part of these abbreviated accounts

PENTRE GROUP LIMITED

Abbreviated Balance Sheet
31st March 2010

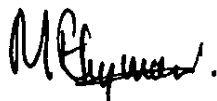
	Notes	31 3 10 £	£	31 3 09 £	£
FIXED ASSETS					
Intangible assets	7		-		-
Tangible assets	8		2,238,881		2,649,931
Investments	9		<u>1,259,852</u>		<u>1,259,852</u>
			3,498,733		3,909,783
CURRENT ASSETS					
Stocks	10	1,181,256		2,051,910	
Debtors	11	4,283,207		6,933,123	
Cash at bank and in hand		<u>273,040</u>		<u>1,930,964</u>	
		5,737,503		10,915,997	
CREDITORS					
Amounts falling due within one year	12	<u>2,949,791</u>		<u>6,481,816</u>	
NET CURRENT ASSETS			<u>2,787,712</u>		<u>4,434,181</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			6,286,445		8,343,964
CREDITORS					
Amounts falling due after more than one year	13		(116,607)		(209,669)
PROVISIONS FOR LIABILITIES	17		<u>(102,400)</u>		<u>(135,000)</u>
NET ASSETS			<u>6,067,438</u>		<u>7,999,295</u>
CAPITAL AND RESERVES					
Called up share capital	18		2,926,581		2,926,581
Share premium	19		1,212,190		1,212,190
Revaluation reserve	19		176,026		178,182
Profit and loss account	19		<u>1,752,641</u>		<u>3,682,342</u>
SHAREHOLDERS' FUNDS	22		<u>6,067,438</u>		<u>7,999,295</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to medium-sized companies

The financial statements were approved by the Board of Directors on its behalf by

7th July 2010

and were signed on



M F Seymour - Director

PENTRE GROUP LIMITED

Notes to the Abbreviated Accounts for the Year Ended 31st March 2010

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax Revenue is recognised at the point of dispatch

Goodwill

Goodwill, being the amount paid in connection with the acquisition of businesses, was written off in the year of acquisition

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Long leasehold property	- 2% on cost
Plant and machinery	- Straight line over 4 to 10 years

Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction Exchange differences are taken into account in arriving at the operating result

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate

Cash flow statement

Exemption has been taken from preparing a cash flow statement on the grounds that the company is wholly owned within a group and consolidated accounts which include this company's results are publicly available

Fixed asset investments

Investments in subsidiary undertakings are stated at cost less amounts written off Provisions are made for impairment

Consolidation

Exemption has been taken from preparing consolidated accounts on the grounds that the company is wholly owned within a group and consolidated accounts which include the company's results are publicly available

2 STAFF COSTS

	31 3 10	31 3 09
	£	£
Wages and salaries	1,794,838	3,942,087
Social security costs	169,757	379,174
Other pension costs	57,489	85,868
	<u>2,022,084</u>	<u>4,407,129</u>

PENTRE GROUP LIMITED

Notes to the Abbreviated Accounts - continued
for the Year Ended 31st March 2010

2 STAFF COSTS - continued

The average monthly number of employees during the year was as follows

	31 3 10	31 3 09
Manual	95	159
Clerical and technical	<u>31</u>	<u>41</u>
	<u>126</u>	<u>200</u>

3 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

	31 3 10	31 3 09
	£	£
Depreciation - owned assets	303,637	364,138
(Profit)/Loss on disposal of fixed assets	(12,170)	2,900
Auditors' remuneration	19,533	17,500
Auditors remuneration for tax services	4,300	8,819
Auditors remuneration for IT services	21,312	-
Operating lease charge- buildings	<u>45,516</u>	<u>206,683</u>
Directors' remuneration	159,725	239,950
Directors' pension contributions to money purchase schemes	<u>40,000</u>	<u>20,000</u>

The number of directors to whom retirement benefits were accruing was as follows

Money purchase schemes	<u>2</u>	<u>2</u>
------------------------	----------	----------

4 INTEREST PAYABLE AND SIMILAR CHARGES

	31 3 10	31 3 09
	£	£
Bank interest	12,299	120,662
Other interest	50,471	-
Hire purchase	<u>293</u>	<u>20,097</u>
	<u>63,063</u>	<u>140,759</u>

5 TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows

	31 3 10	31 3 09
	£	£
Current tax		
UK corporation tax	29,312	673,096
Adjustment of current taxation in respect of prior years	<u>(1,876)</u>	<u>-</u>
Total current tax	27,436	673,096
Deferred tax	<u>9,548</u>	<u>(27,908)</u>
Tax on profit on ordinary activities	<u>36,984</u>	<u>645,188</u>

PENTRE GROUP LIMITED

Notes to the Abbreviated Accounts - continued
for the Year Ended 31st March 2010

5 TAXATION - continued

Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below

	31 3 10	31 3 09
	£	£
Profit on ordinary activities before tax	<u>1,230,127</u>	<u>2,295,288</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 28% (2009 - 28%)	344,436	642,681
Effects of		
Capital allowances in excess of depreciation	(10,408)	(15,102)
Expenses not deductible for tax purposes	883	6,584
Non deductible loss on impairment of assets	-	38,933
Relief under Sch 23 FA 2003	(10,080)	-
Non taxable income	(293,714)	-
Marginal relief	(1,805)	-
Adjustment in respect of prior year	<u>(1,876)</u>	<u>-</u>
Current tax charge	<u>27,436</u>	<u>673,096</u>

6 DIVIDENDS

	31 3 10	31 3 09
	£	£
Ordinary shares of 10p each		
Final	3,125,000	-
Interim	<u>-</u>	<u>150,000</u>
	<u>3,125,000</u>	<u>150,000</u>

7 INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1st April 2009 and 31st March 2010	<u>2,025,104</u>
AMORTISATION	
At 1st April 2009 and 31st March 2010	<u>2,025,104</u>
NET BOOK VALUE	
At 31st March 2010	<u>-</u>
At 31st March 2009	<u>-</u>

PENTRE GROUP LIMITED

Notes to the Abbreviated Accounts - continued
for the Year Ended 31st March 2010

8 TANGIBLE FIXED ASSETS

	Long leasehold property £	Plant and machinery £	Totals £
COST OR VALUATION			
At 1st April 2009	1,331,537	4,948,022	6,279,559
Additions	-	185,675	185,675
Disposals	-	(38,195)	(38,195)
Written off in the period	<u>(21,000)</u>	<u>(631,027)</u>	<u>(652,027)</u>
At 31st March 2010	<u>1,310,537</u>	<u>4,464,475</u>	<u>5,775,012</u>
DEPRECIATION			
At 1st April 2009	68,587	3,561,041	3,629,628
Charge for year	25,000	278,637	303,637
Eliminated on disposal	-	(19,098)	(19,098)
Written off in the period	<u>(8,050)</u>	<u>(369,986)</u>	<u>(378,036)</u>
At 31st March 2010	<u>85,537</u>	<u>3,450,594</u>	<u>3,536,131</u>
NET BOOK VALUE			
At 31st March 2010	<u>1,225,000</u>	<u>1,013,881</u>	<u>2,238,881</u>
At 31st March 2009	<u>1,262,950</u>	<u>1,386,981</u>	<u>2,649,931</u>

Cost or valuation at 31st March 2010 is represented by

	Long leasehold property £	Plant and machinery £	Totals £
Valuation in 2009	1,250,000	-	1,250,000
Cost	<u>60,537</u>	<u>4,464,475</u>	<u>4,525,012</u>
	<u>1,310,537</u>	<u>4,464,475</u>	<u>5,775,012</u>

If long leasehold property had not been revalued it would have been included at the following historical cost

	31 3 10 £	31 3 09 £
Cost	<u>1,418,359</u>	<u>1,439,359</u>
Aggregate depreciation	<u>281,128</u>	<u>253,792</u>

Long leasehold property was valued on an open market basis on 28th May 2009 by CB Richard Ellis Chartered Surveyors

The net book value of plant & machinery includes an amount of £89,634 (2009 £217,903) in respect of assets held under a chattel loan. The depreciation charged in the period was £16,440 (2009 £27,463)

PENTRE GROUP LIMITED

Notes to the Abbreviated Accounts - continued
for the Year Ended 31st March 2010

9 FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1st April 2009 and 31st March 2010	<u>6,989,852</u>
PROVISIONS	
At 1st April 2009 and 31st March 2010	<u>5,730,000</u>
NET BOOK VALUE	
At 31st March 2010	<u>1,259,852</u>
At 31st March 2009	<u>1,259,852</u>

The company's investments at the balance sheet date in the share capital of companies include the following

Pentre Overseas Holdings Limited

Nature of business Holding company

	%
Class of shares	holding
Ordinary	100 00

Pentre Properties Limited

Nature of business Property investment

	%
Class of shares	holding
Ordinary	100 00

Pentre Kovotechnik Spol. s.r.o

Country of incorporation Czech Republic

Nature of business Steel reel manufacturer

	%
Class of shares	holding
Ordinary	100 00

Pentre Deutschland GmbH

Country of incorporation Germany

Nature of business Steel reel manufacturer

	%
Class of shares	holding
Ordinary	100 00

The shares in Pentre Kovotechnik Spol s r o and Pentre Deutschland GmbH are held by a subsidiary undertaking and represent 100% of the issued share capital

10 STOCKS

	31 3 10 £	31 3 09 £
Raw materials	597,184	754,569
Work-in-progress	177,015	717,897
Finished goods	<u>407,057</u>	<u>579,444</u>
	<u>1,181,256</u>	<u>2,051,910</u>

PENTRE GROUP LIMITED

Notes to the Abbreviated Accounts - continued
for the Year Ended 31st March 2010

11 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31 3 10	31 3 09
	£	£
Trade debtors	2,512,559	4,170,751
Amounts owed by group undertakings	1,225,534	2,480,542
Amounts owed by related undertakings	-	357
Other debtors	-	14,549
Corporation tax recoverable	70,687	-
Deferred tax (see note 6)	96	9,644
Prepayments and accrued income	474,331	257,280
	<u>4,283,207</u>	<u>6,933,123</u>

12 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31 3 10	31 3 09
	£	£
Bank loans and overdrafts (see note 14)	208,872	82,117
Hire purchase contracts (see note 15)	-	766
Trade creditors	990,012	1,871,724
Amounts owed to group undertakings	1,502,378	3,040,878
Corporation tax	-	574,973
Social security and other taxes	62,996	172,506
Other creditors	4,780	198,792
Accruals and deferred income	180,753	540,060
	<u>2,949,791</u>	<u>6,481,816</u>

13 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31 3 10	31 3 09
	£	£
Bank loans (see note 14)	<u>116,607</u>	<u>209,669</u>

14 LOANS

An analysis of the maturity of loans is given below

	31 3 10	31 3 09
	£	£
Amounts falling due within one year or on demand		
Bank overdrafts	120,021	-
Bank loans	<u>88,851</u>	<u>82,117</u>
	<u>208,872</u>	<u>82,117</u>
Amounts falling due between one and two years		
Bank loans	<u>82,549</u>	<u>88,847</u>
Amounts falling due between two and five years		
Bank loans	<u>34,058</u>	<u>120,822</u>

PENTRE GROUP LIMITED

Notes to the Abbreviated Accounts - continued
for the Year Ended 31st March 2010

15 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	Hire purchase contracts	
	31 3 10	31 3 09
	£	£
Net obligations repayable		
Within one year	-	766

The following operating lease payments are committed to be paid within one year

	Land and buildings	
	31 3 10	31 3 09
	£	£
Expiring		
Within one year	60,000	110,500
Between one and five years	16,183	96,183
	<u>76,183</u>	<u>206,683</u>

16 SECURED DEBTS

The following secured debts are included within creditors

	31 3 10	31 3 09
	£	£
Bank overdraft	120,021	-
Bank loans	205,458	291,786
Hire purchase	-	766
	<u>325,479</u>	<u>292,552</u>

The bank loans and overdrafts are secured by a debenture incorporating a fixed and floating charge over all assets of the company and a legal charge over the property at Leigh

The chattel loan is secured on the assets to which it relates

17 PROVISIONS FOR LIABILITIES

	31 3 10	31 3 09
	£	£
Other provisions	<u>102,400</u>	<u>135,000</u>

PENTRE GROUP LIMITED

Notes to the Abbreviated Accounts - continued
for the Year Ended 31st March 2010

17 PROVISIONS FOR LIABILITIES - continued

	Deferred tax £	Closure costs £
Balance at 1st April 2009	(9,644)	135,000
Utilised in year	-	(190,284)
Movement in year	<u>9,548</u>	<u>157,684</u>
Balance at 31st March 2010	<u>(96)</u>	<u>102,400</u>

The provision for closure costs represents a provision to cover redundancy and other costs incurred post year end as a result of the pre year end decision to close the Heatons site

18 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid Number	Class	Nominal value 10p	31 3 10 £	31 3 09 £
29,265,813	Ordinary		<u>2,926,581</u>	<u>2,926,581</u>

19 RESERVES

	Profit and loss account £	Share premium £	Revaluation reserve £	Totals £
At 1st April 2009	3,682,342	1,212,190	178,182	5,072,714
Profit for the year	1,193,143			1,193,143
Dividends	(3,125,000)			(3,125,000)
Transfer from revaluation reserve	<u>2,156</u>	<u>-</u>	<u>(2,156)</u>	<u>-</u>
At 31st March 2010	<u>1,752,641</u>	<u>1,212,190</u>	<u>176,026</u>	<u>3,140,857</u>

20 ULTIMATE PARENT COMPANY

The company's parent undertaking and controlling party is Pentre Holdings Limited, a company registered in England and Wales. Pentre Holdings Limited is controlled by M F Seymour, the majority shareholder.

Copies of the consolidated financial statements for Pentre Holdings Limited, this being the largest group of which the company is a member, can be obtained from the Company Secretary, Pentre Holdings Limited, Unit 2, Moss Industrial Estate, St Helens Road, Leigh, Lancashire WN7 3PF.

PENTRE GROUP LIMITED

Notes to the Abbreviated Accounts - continued
for the Year Ended 31st March 2010

21 CONTINGENT LIABILITIES

There is an unlimited cross guarantee in favour of National Westminster Bank plc between Pentre Holdings Limited, Pentre Group Limited, Pentre Engineering Limited, Pentre Properties Limited and Pentre Overseas Holdings Limited. The balance outstanding to National Westminster Bank plc at 31st March 2009 was £Nil (2008 £1,393,431)

22 RELATED PARTY DISCLOSURES

In preparing these financial statements, the directors have taken advantage of the exemptions available under paragraph 3(c) of the Financial Reporting Standard No 8, Related Party Disclosures and have not disclosed transactions with other group undertakings

During the year, the group was charged a total of £19,575 (2009 £18,458) for services by Laskey Farm Limited and Locker Wire Weavers Limited, companies controlled by former director, H W Platt

During the year the company sold a car to one of its directors M F Seymour for £17,400. This transaction resulted in a loss to the company of £2,097

22 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31 3 10	31 3 09
	£	£
Profit for the financial year	1,193,143	1,650,100
Dividends	<u>(3,125,000)</u>	<u>(150,000)</u>
	(1,931,857)	1,500,100
Other recognised gains and losses relating to the year (net)	<u>-</u>	<u>(435,862)</u>
Net (reduction)/addition to shareholders' funds	(1,931,857)	1,064,238
Opening shareholders' funds	<u>7,999,295</u>	<u>6,935,057</u>
Closing shareholders' funds	<u><u>6,067,438</u></u>	<u><u>7,999,295</u></u>