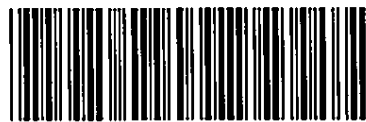


REGISTERED NUMBER: 02548101 (England and Wales)

Abbreviated Accounts  
for the Year Ended 31 October 2008  
for  
Anchor Security Services Limited

WEDNESDAY



\*AF0HXCCR\*

A24

12/08/2009

201

COMPANIES HOUSE

Anchor Security Services Limited

Contents of the Abbreviated Accounts  
for the Year Ended 31 October 2008

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors on the Abbreviated Accounts	5
Abbreviated Profit and Loss Account	6
Abbreviated Balance Sheet	7
Cash Flow Statement	9
Notes to the Cash Flow Statement	10
Notes to the Abbreviated Accounts	12

Anchor Security Services Limited

Company Information  
for the Year Ended 31 October 2008

**DIRECTORS:**

A W Harper  
A Powell  
L Hiles

**SECRETARY:**

R H Evans

**REGISTERED OFFICE:**

The Steam Mill Business Centre  
Steam Mill Street  
Chester  
Cheshire  
CH3 5AN

**REGISTERED NUMBER:**

02548101 (England and Wales)

**AUDITORS:**

McEwan Wallace  
Chartered Accountants  
Registered Auditors  
68 Argyle Street  
Birkenhead  
CH41 6AF

Anchor Security Services Limited

Report of the Directors  
for the Year Ended 31 October 2008

The directors present their report with the accounts of the company for the year ended 31 October 2008.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of the provision of security services.

**REVIEW OF BUSINESS**

The results for the year and financial position of the company are as shown in the annexed financial statements.

**DIVIDENDS**

No dividends will be distributed for the year ended 31 October 2008.

**EVENTS SINCE THE END OF THE YEAR**

Information relating to events since the end of the year is given in the notes to the accounts.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 November 2007 to the date of this report.

A W Harper  
A Powell  
L Hiles

**EMPLOYMENT POLICY**

The company places great emphasis on its employees and has continued its practice of keeping them informed on matters affecting their employment and the financial and economic factors affecting the performance of the company.

Applications for employment by disabled persons are given full and fair consideration for all vacancies in accordance with their particular aptitudes and abilities. In the event of employees becoming disabled, every effort is made to retrain them in order that their employment with the company may continue.

It is the policy of the company that training, career development and promotion opportunities should be available to all employees.

## **DIRECTORS STATEMENT**

The year to 31st October 2008 was difficult for the company, as it was for most companies in the changing economic climate. The company's sales did not grow for the first time in over 10 years, with turnover falling 10.4% compared to 2007. However, sales in the year were still in excess of those recorded in 2006 and up some 10% on 2005.

The directors consider that due to a number of contributing factors the year represents a small dip in the continual growth of the company which, following a re-focussing of activity, is expected to be evident again in 2009.

Further, the 'Anchor Group' was re-organised during the year into a structure more suited to meet the expected challenges ahead.

Competition from the large National companies remains fierce, but as a company we have found ourselves sitting nicely between them and the hundreds of small operators. Most of our competitors of a similar size have been acquired or merged with larger groups, leaving us some clear blue water in which to operate.

In the current economic climate, we are continuing to take great care managing cash and keeping our borrowing requirements to a minimum. We have also focused strongly on managing our overheads, coming out less than plan for a second year in a row.

Several new prestigious customers were obtained towards the end of 2008 and this, together with the planned re-focusing of activity and control of costs, leads the directors to believe that 2009 should see the company return to profitability and continue the growth it has shown over the last ten years.

In closing, as always, I would like to publicly acknowledge the efforts of our back office team at Anchor, without whom, the growth we have achieved over the last ten years would not have been possible. Thank you to all concerned.

Andrew Harper  
CEO

## **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing 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). The financial statements are required by law to 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 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

Anchor Security Services Limited

Report of the Directors  
for the Year Ended 31 October 2008

**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 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**AUDITORS**

The auditors, McEwan Wallace, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**



Signed on behalf of the board  
R H Evans - Secretary

21 May 2009

Report of the Independent Auditors to  
Anchor Security Services Limited  
Under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages six to twenty two, together with the financial statements of Anchor Security Services Limited for the year ended 31 October 2008 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. 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**

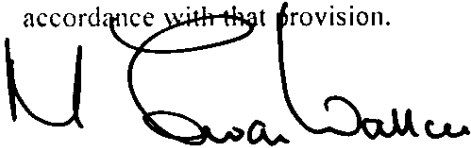
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

**Basis of opinion**

We conducted our work in accordance with Bulletin 2006/3 "The Special Auditor's Report on Abbreviated Accounts in the United Kingdom" 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 are properly prepared.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.



McEwan Wallace  
Chartered Accountants  
Registered Auditors  
68 Argyle Street  
Birkenhead  
CH41 6AF

21 May 2009

Anchor Security Services Limited

Abbreviated Profit and Loss Account  
for the Year Ended 31 October 2008

	Notes	31.10.08 £	31.10.07 £
<b>GROSS PROFIT</b>		1,522,996	1,790,162
Administrative expenses		1,614,236	1,731,385
<b>OPERATING (LOSS)/PROFIT</b>	3	(91,240)	58,777
Interest payable and similar charges	4	5,898	6,738
<b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(97,138)	52,039
Tax on (loss)/profit on ordinary activities	5	(12,330)	22,658
<b>(LOSS)/PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		(84,808)	29,381

**CONTINUING OPERATIONS**

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

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the loss for the current year and the profit for the previous year.

The notes form part of these abbreviated accounts



Anchor Security Services Limited

Abbreviated Balance Sheet

31 October 2008

	Notes	31.10.08 £	31.10.07 £
<b>FIXED ASSETS</b>			
Intangible assets	6	20,000	-
Tangible assets	7	218,973	259,242
		<u>238,973</u>	<u>259,242</u>
<b>CURRENT ASSETS</b>			
Stocks	8	9,148	8,217
Debts subject to financing arrangements			
Debts factored without recourse		1,486,828	1,214,187
Amount advanced by discounter		(752,224)	(477,338)
	9	<u>734,604</u>	<u>736,849</u>
Debtors	9	818,548	811,451
Cash at bank and in hand		191	3,600
		<u>1,562,491</u>	<u>1,560,117</u>
<b>CREDITORS</b>			
Amounts falling due within one year	10	<u>1,602,245</u>	<u>1,509,846</u>
<b>NET CURRENT (LIABILITIES)/ASSETS</b>		<u>(39,754)</u>	<u>50,271</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		199,219	309,513
<b>CREDITORS</b>			
Amounts falling due after more than one year	11	(46,432)	(59,785)
<b>PROVISIONS FOR LIABILITIES</b>		-	(12,133)
<b>NET ASSETS</b>		<u>152,787</u>	<u>237,595</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	16	20,103	20,103
Share premium	17	84,552	84,552
Profit and loss account	17	48,132	132,940
<b>SHAREHOLDERS' FUNDS</b>		<u>152,787</u>	<u>237,595</u>

The notes form part of these abbreviated accounts

Anchor Security Services Limited

Abbreviated Balance Sheet - continued

31 October 2008

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

The financial statements were approved by the Board of Directors on 21 May 2009 and were signed on its behalf by:

A handwritten signature in black ink, appearing to be 'A W Harper', with a long horizontal stroke extending to the right.

A W Harper - Director

The notes form part of these abbreviated accounts

Anchor Security Services Limited

Cash Flow Statement

for the Year Ended 31 October 2008

	Notes	31.10.08 £	31.10.07 £
<b>Net cash inflow from operating activities</b>	1	110,710	122,173
<b>Returns on investments and servicing of finance</b>	2	(5,898)	(6,738)
<b>Taxation</b>		(16,143)	(14,517)
<b>Capital expenditure</b>	2	(55,879)	(26,960)
		32,790	73,958
<b>Financing</b>	2	(44,098)	(61,899)
<b>(Decrease)/Increase in cash in the period</b>		<u>(11,308)</u>	<u>12,059</u>
<hr/>			
<b>Reconciliation of net cash flow to movement in net debt</b>	3		
(Decrease)/Increase in cash in the period		(11,308)	12,059
Cash outflow from decrease in debt and lease financing		<u>17,496</u>	<u>57,798</u>
Change in net debt resulting from cash flows		6,188	69,857
New finance leases		-	(75,518)
<b>Movement in net debt in the period</b>		<u>6,188</u>	<u>(5,661)</u>
<b>Net debt at 1 November</b>		<u>(72,659)</u>	<u>(66,998)</u>
<b>Net debt at 31 October</b>		<u>(66,471)</u>	<u>(72,659)</u>

The notes form part of these abbreviated accounts

Anchor Security Services Limited

Notes to the Cash Flow Statement  
for the Year Ended 31 October 2008

1. **RECONCILIATION OF OPERATING (LOSS)/PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	31.10.08	31.10.07
	£	£
Operating (loss)/profit	(91,240)	58,777
Depreciation charges	76,448	71,856
(Profit)/Loss on disposal of fixed assets	(300)	4,316
Debtor adjustment re deferred tax asset	835	-
Increase in stocks	(931)	(1,219)
Decrease in debtors	21,750	44,224
Increase/(Decrease) in creditors	104,148	(55,781)
<b>Net cash inflow from operating activities</b>	<b>110,710</b>	<b>122,173</b>

2. **ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

	31.10.08	31.10.07
	£	£
<b>Returns on investments and servicing of finance</b>		
Interest paid	(363)	(234)
Interest element of hire purchase payments	(5,535)	(6,504)
<b>Net cash outflow for returns on investments and servicing of finance</b>	<b>(5,898)</b>	<b>(6,738)</b>
<b>Capital expenditure</b>		
Purchase of intangible fixed assets	(20,000)	-
Purchase of tangible fixed assets	(36,179)	(41,866)
Sale of tangible fixed assets	300	14,906
<b>Net cash outflow for capital expenditure</b>	<b>(55,879)</b>	<b>(26,960)</b>
<b>Financing</b>		
Capital repayments in year	(17,496)	(57,798)
Amount withdrawn by directors	(26,602)	(6,514)
Share issue	-	2,413
<b>Net cash outflow from financing</b>	<b>(44,098)</b>	<b>(61,899)</b>

The notes form part of these abbreviated accounts

Anchor Security Services Limited

Notes to the Cash Flow Statement  
for the Year Ended 31 October 2008

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.11.07 £	Cash flow £	At 31.10.08 £
Net cash:			
Cash at bank and in hand	3,600	(3,409)	191
Bank overdraft	-	(7,899)	(7,899)
	<u>3,600</u>	<u>(11,308)</u>	<u>(7,708)</u>
Debt:			
Hire purchase	(76,259)	17,496	(58,763)
	<u>(76,259)</u>	<u>17,496</u>	<u>(58,763)</u>
Total	<u>(72,659)</u>	<u>6,188</u>	<u>(66,471)</u>

The notes form part of these abbreviated accounts

1. **ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention.

**Turnover**

Turnover represents the amount derived from ordinary activities, stated after trade discounts, VAT and any other sales taxes.

**Goodwill**

Goodwill, being the amount due in connection with the acquisition of contracts in 2008, is currently not being amortised as it is uncertain whether payment will actually be made in order to acquire the contracts.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Site assets	- 20% on cost
Office equipment	- 20% on cost
Fixtures and fittings	- 10% on cost
Motor vehicles	- 20% on cost
Computer equipment	- 20% on cost

**Stocks**

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

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. Deferred tax assets are only recognised where recovery can be forecast with reasonable certainty.

**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 included within the expense heading that gave rise to the cost in the Profit and Loss Account.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2008

**2. STAFF COSTS**

	31.10.08	31.10.07
	£	£
Wages and salaries	7,295,157	8,099,156
Social security costs	668,567	726,613
	<u>7,963,724</u>	<u>8,825,769</u>

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

	31.10.08	31.10.07
Security guards	473	451
Directors	3	3
Administration	14	13
	<u>490</u>	<u>467</u>

**3. OPERATING (LOSS)/PROFIT**

The operating loss (2007 - operating profit) is stated after charging/(crediting):

	31.10.08	31.10.07
	£	£
Radio hire and expenses	19,153	19,849
Other operating leases	49,679	54,695
Depreciation - owned assets	53,171	51,216
Depreciation - assets on hire purchase contracts	23,279	19,805
(Profit)/Loss on disposal of fixed assets	(300)	4,316
Auditors' remuneration	10,105	12,105
	<u>208,344</u>	<u>191,367</u>

Information regarding the highest paid director for the year ended 31 October 2008 is as follows:

	31.10.08
	£
Emoluments etc	<u>79,999</u>

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2008

3. **OPERATING (LOSS)/PROFIT - continued**

Directors' remuneration can be broken down into the following salary bands:

	31.10.08	31.10.07
	No.	No.
£30,001 - £40,000	-	1
£40,001 - £50,000	-	-
£50,001 - £60,000	1	-
£60,001 - £70,000	-	-
£70,001 - £80,000	2	1
£80,001 - £90,000	-	1
Total	<u>3</u>	<u>3</u>

4. **INTEREST PAYABLE AND SIMILAR CHARGES**

	31.10.08	31.10.07
	£	£
Bank interest	363	234
Hire purchase	5,535	6,504
	<u>5,898</u>	<u>6,738</u>

5. **TAXATION**

**Analysis of the tax (credit)/charge**

The tax (credit)/charge on the loss on ordinary activities for the year was as follows:

	31.10.08	31.10.07
	£	£
Current tax:		
UK corporation tax	-	15,505
Under provision of corporation tax	638	4,050
Total current tax	638	19,555
Deferred tax	(12,968)	3,103
Tax on (loss)/profit on ordinary activities	<u>(12,330)</u>	<u>22,658</u>

UK corporation tax was charged at 19.58% in 2007.



Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2008

5. **TAXATION - continued**

**Factors affecting the tax (credit)/charge**

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

	31.10.08	31.10.07
	£	£
(Loss)/profit on ordinary activities before tax	<u>(97,138)</u>	<u>52,039</u>
(Loss)/profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20.580% (2007 - 19.580%)	(19,991)	10,189
Effects of:		
Difference between capital allowances and depreciation	13,677	105
Expenses disallowed	4,927	4,427
Expensive leased car	736	784
Under provision/(over provision) of Corporation tax	638	4,050
Profits on disposal of fixed assets	(62)	-
Losses carried forward	<u>713</u>	<u>-</u>
Current tax (credit)/charge	<u>638</u>	<u>19,555</u>

6. **INTANGIBLE FIXED ASSETS**

	Goodwill £
<b>COST</b>	
Additions	<u>20,000</u>
At 31 October 2008	<u>20,000</u>
<b>NET BOOK VALUE</b>	
At 31 October 2008	<u>20,000</u>

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2008

7. TANGIBLE FIXED ASSETS

	Site assets £	Office equipment £	Fixtures and fittings £
<b>COST</b>			
At 1 November 2007	75,508	40,805	180,783
Additions	24,978	113	417
At 31 October 2008	100,486	40,918	181,200
<b>DEPRECIATION</b>			
At 1 November 2007	60,882	32,107	91,503
Charge for year	8,301	3,031	16,168
At 31 October 2008	69,183	35,138	107,671
<b>NET BOOK VALUE</b>			
At 31 October 2008	31,303	5,780	73,529
At 31 October 2007	14,626	8,698	89,280
	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>			
At 1 November 2007	123,866	207,008	627,970
Additions	-	10,671	36,179
At 31 October 2008	123,866	217,679	664,149
<b>DEPRECIATION</b>			
At 1 November 2007	29,179	155,055	368,726
Charge for year	24,773	24,177	76,450
At 31 October 2008	53,952	179,232	445,176
<b>NET BOOK VALUE</b>			
At 31 October 2008	69,914	38,447	218,973
At 31 October 2007	94,687	51,953	259,244

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2008

7. **TANGIBLE FIXED ASSETS - continued**

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
<b>COST</b>	
At 1 November 2007	116,396
Transfer to ownership	(31,000)
	<hr/>
At 31 October 2008	85,396
	<hr/>
<b>DEPRECIATION</b>	
At 1 November 2007	27,431
Charge for year	23,279
Transfer to ownership	(25,833)
	<hr/>
At 31 October 2008	24,877
	<hr/>
<b>NET BOOK VALUE</b>	
At 31 October 2008	60,519
	<hr/>
At 31 October 2007	88,965
	<hr/>

8. **STOCKS**

	31.10.08	31.10.07
	£	£
Stocks	9,148	8,217
	<hr/>	<hr/>

9. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.10.08	31.10.07
	£	£
Trade debtors	215,008	341,138
Other debtors	182,515	124,678
Directors' loan accounts	127,301	100,699
Bad debt provision	-	(904)
Prepayments	293,724	245,840
	<hr/>	<hr/>
	818,548	811,451
	<hr/>	<hr/>

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2008

**9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR - continued**

**Linked presentation:**

The directors hereby state that the entity is not obliged to support any losses, nor does it intend to do so.

The company discounts most of its debts with the Royal Bank of Scotland. At 31st October 2008, total debtors discounted amounted to £1,486,828 (2007 - £1,214,187), against which £752,224 was advanced to the company (2007 - £477,338).

Discounting charges incurred by the company during the year amounted to £58,516 (2007 - £74,514).

**10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.10.08	31.10.07
	£	£
Bank loans and overdrafts (see note 12)	7,899	-
Hire purchase contracts (see note 13)	12,331	16,474
Trade creditors	105,713	98,031
Tax	-	15,505
Social security and other taxes	243,787	216,571
VAT	426,213	414,148
Other creditors	611,952	490,385
Accrued expenses	194,350	258,732
	<u>1,602,245</u>	<u>1,509,846</u>

**11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.10.08	31.10.07
	£	£
Hire purchase contracts (see note 13)	<u>46,432</u>	<u>59,785</u>

**12. LOANS**

An analysis of the maturity of loans is given below:

	31.10.08	31.10.07
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>7,899</u>	<u>-</u>

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2008

**13. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS**

	31.10.08	31.10.07
	£	£
Gross obligations repayable:		
Within one year	17,541	22,449
Between one and five years	53,497	72,061
	<u>71,038</u>	<u>94,510</u>
Finance charges repayable:		
Within one year	5,210	5,975
Between one and five years	7,065	12,276
	<u>12,275</u>	<u>18,251</u>
Net obligations repayable:		
Within one year	12,331	16,474
Between one and five years	46,432	59,785
	<u>58,763</u>	<u>76,259</u>

**14. SECURED DEBTS**

The following secured debts are included within creditors:

	31.10.08	31.10.07
	£	£
Bank overdraft	7,899	-
Hire purchase contracts	58,763	76,259
	<u>66,662</u>	<u>76,259</u>

The hire purchase liabilities are secured on the assets concerned.

Any bank overdraft is secured via an unscheduled Mortgage Debenture dated 20th October 1993 incorporating a fixed and floating charge over all current and future assets of the company.

**15. PROVISIONS FOR LIABILITIES**

	31.10.08	31.10.07
	£	£
Deferred tax provision	-	12,133
	<u>-</u>	<u>12,133</u>

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2008

15. PROVISIONS FOR LIABILITIES - continued

	Deferred tax £
Balance at 1 November 2007	12,133
Reversal of timing differences	(12,133)
	<hr/>
Balance at 31 October 2008	-
	<hr/>

16. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	31.10.08	31.10.07
			£	£
100,000	Ordinary	£1	100,000	97,587
(31.10.07 - 97,587)				
NIL	Ordinary 'A'	£1	-	2,413
(31.10.07 - 2,413)				
			<hr/>	<hr/>
			100,000	100,000
			<hr/>	<hr/>

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.10.08	31.10.07
			£	£
20,103	Ordinary	£1	20,103	17,690
(31.10.07 - 17,690)				
			<hr/>	<hr/>

Allotted and issued:				
Number:	Class:	Nominal value:	31.10.08	31.10.07
			£	£
NIL	Share capital 'A'	£1	-	2,413
(31.10.07 - 2,413)				
			<hr/>	<hr/>

On 12th November 2007 the 2,413 Ordinary 'A' Shares issued in the previous financial year were re-classified back to Ordinary Shares of £1 each. After this re-classification the holders of the shares became entitled to full voting rights and rights to dividends.

On the same day, each of the existing shareholders in Anchor Security Services Limited exchanged their shareholding share for share for a similar holding in Anchor Group Services Limited. As a result of this group re-organisation, Anchor Group Services Limited became the 100% owner of the issued share capital of the company.

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2008

**17. RESERVES**

	Profit and loss account £	Share premium £	Totals £
At 1 November 2007	132,940	84,552	217,492
Deficit for the year	(84,808)		(84,808)
At 31 October 2008	<u>48,132</u>	<u>84,552</u>	<u>132,684</u>

**18. OTHER FINANCIAL COMMITMENTS**

Amounts owing under operating leases due in the next 12 months are as follows:

	2008 £	2007 £
Land and buildings :		
Expiring within one year	29,529	Nil
Expiring in one to five years	Nil	46,458
Other operating leases :		
Expiring within one year	9,945	Nil
Expiring in one to five years	40,134	26,404

**19. TRANSACTIONS WITH DIRECTORS**

The following loan to directors subsisted during the years ended 31 October 2008 and 31 October 2007:

	31.10.08 £	31.10.07 £
<b>A W Harper</b>		
Balance outstanding at start of year	100,699	94,185
Balance outstanding at end of year	127,301	100,699
Maximum balance outstanding during year	<u>127,301</u>	<u>100,699</u>

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2008

**20. RELATED PARTY DISCLOSURES**

The company was deemed to be related to Anchor Cleaning Services Limited by virtue of the common ownership of the two companies by Anchor Group Services Limited.

Anchor Security Services Limited received income and paid expenses on behalf of Anchor Cleaning Services Limited during the year. At the year end Anchor Security Services were owed £73,440 by Anchor Cleaning Services (2007 - £53,668).

The company was also deemed to be related to Anchor Group Services Limited. On 12th November 2007, the then shareholders of the company exchanged their holding in the company share for share for a similar holding in Anchor Group Services Limited. As a result of this group re-organisation, Anchor Group Services Limited became the company's 100% owner. No amounts were due to or from the new holding company at the year end.

**21. POST BALANCE SHEET EVENTS**

The financial statements were authorised for issue by Mr A Harper, director, on 21st May 2009.

The directors have not proposed a final dividend in respect of the year.

**22. ULTIMATE CONTROLLING PARTY**

The ultimate holding company of Anchor Security Services Limited is Anchor Group Services Limited.

Mr A W Harper is considered to ultimately control both entities due to his majority shareholding in Anchor Group Services Limited.

**23. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	31.10.08	31.10.07
	£	£
(Loss)/Profit for the financial year	(84,808)	29,381
Issue of new shares	-	4,200
	<hr/>	<hr/>
Net (reduction)/addition to shareholders' funds	(84,808)	33,581
Opening shareholders' funds	237,595	204,014
	<hr/>	<hr/>
Closing shareholders' funds	<u>152,787</u>	<u>237,595</u>