

**REGISTERED NUMBER: 02548101 (England and Wales)**

Abbreviated Accounts  
for the Year Ended 31 October 2011  
for  
Anchor Security Services Limited

FRIDAY



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RM 20/07/2012 #82  
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Anchor Security Services Limited

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for the Year Ended 31 October 2011

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Anchor Security Services Limited

Company Information  
for the Year Ended 31 October 2011

**DIRECTORS:**

A W Harper  
A Powell  
L Hiles

**SECRETARY:**

R 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  
Statutory Auditor  
68 Argyle Street  
Birkenhead  
CH41 6AF

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Anchor Security Services Limited

Report of the Directors  
for the Year Ended 31 October 2011

The directors present their report with the accounts of the company for the year ended 31 October 2011

**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

The directors consider that the company is well placed to meet future challenges. They have assessed what they considered to be the major risks that the company faces and are satisfied that adequate systems are in place to mitigate those risks. This assessment covered the normal risk areas expected for a company of this size and nature, including market competition and likely future market developments.

Further details and an overview of the year is set out in the directors' statement below.

**DIVIDENDS**

No dividends will be distributed for the year ended 31 October 2011.

**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 2010 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.

## Anchor Security Services Limited

### Report of the Directors for the Year Ended 31 October 2011

#### **DIRECTORS STATEMENT**

Anchor Security continues to be profitable in very challenging economic conditions

This year we saw a drop in turnover to £8.7m. Due to increased competition for guarding services, the company has found it increasingly difficult to renew contracts at the same rates. The resulting reduction in guarding work has led to increased focus on finding alternative income streams, with car parking commencing by the end of 2010. These new areas of service provision have grown steadily, allowing the company to evolve the range and level of services it offers. Our aim is to continue to promote these sectors in the coming year.

With the move away from low margined guarding and towards higher margined car parking, the gross profit percentage has increased from 14.6% in 2010 to 16.3% in 2011. This improved level of profitability has mitigated the overall impact of the decrease in turnover, with the net effect on overall pre-tax profits being minimal. As a result, pre tax profit of £21.4k in 2010 has only reduced to £15.7k in the reported year.

The next twelve months will provide increased opportunities for Anchor to build its order book based on a growing reputation for no-nonsense service delivery. As the support service sector marketplace consolidates, customers are often left with a choice between the smaller local company and one of the large nationals. At Anchor, we are working hard to become the preferred alternative to customers of any size.

The Board is confident that we can deliver a strong performance in 2012, and that we will be very well placed for the future.

Andrew Harper

#### **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.

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 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.

Anchor Security Services Limited

Report of the Directors  
for the Year Ended 31 October 2011

**AUDITORS**

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

**ON BEHALF OF THE BOARD:**

A handwritten signature in black ink, appearing to read 'R Evans', is written over the printed name.

Signed on behalf of the board  
R Evans - Secretary

22 June 2012

Report of the Independent Auditors to  
Anchor Security Services Limited  
Under Section 449 of the Companies Act 2006

We have examined the abbreviated accounts set out on pages six to twenty two, together with the full financial statements of Anchor Security Services Limited for the year ended 31 October 2011 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**

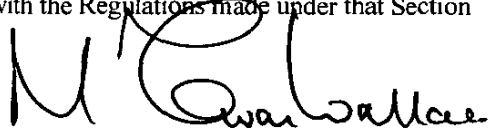
The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated 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.



Alastair Gould ACA (Senior Statutory Auditor)  
for and on behalf of McEwan Wallace  
Chartered Accountants  
Statutory Auditor  
68 Argyle Street  
Birkenhead  
CH41 6AF

22 June 2012

Anchor Security Services Limited

Abbreviated Profit and Loss Account  
for the Year Ended 31 October 2011

|  | Notes | 31 10 11<br>£ | 31 10 10<br>£ |
|--|-------|---------------|---------------|
| <b>TURNOVER</b>  |       | 8,693,817     | 9,855,018     |
| Cost of sales and other operating income                 |       | (7,274,424)   | (8,412,948)   |
|  |       | <hr/>         | <hr/>         |
|  |       | 1,419,393     | 1,442,070     |
| Administrative expenses                                  |       | <hr/>         | <hr/>         |
|  |       | 1,387,024     | 1,411,530     |
| <b>OPERATING PROFIT</b>                                  | 3     | <hr/>         | <hr/>         |
|  |       | 32,369        | 30,540        |
| Interest payable and similar charges                     | 4     | <hr/>         | <hr/>         |
|  |       | 16,683        | 9,189         |
| <b>PROFIT ON ORDINARY ACTIVITIES<br/>BEFORE TAXATION</b> |       | <hr/>         | <hr/>         |
|  |       | 15,686        | 21,351        |
| Tax on profit on ordinary activities                     | 5     | <hr/>         | <hr/>         |
|  |       | 2,806         | 1,197         |
| <b>PROFIT FOR THE FINANCIAL YEAR</b>                     |       | <hr/>         | <hr/>         |
|  |       | 12,880        | 20,154        |

**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 profits for the current year or previous year

The notes form part of these abbreviated accounts



Anchor Security Services Limited

Abbreviated Balance Sheet

31 October 2011

|  | Notes | 31.10.11<br>£ | £        | 31 10 10<br>£ | £        |
|--|-------|---------------|----------|---------------|----------|
| <b>FIXED ASSETS</b>                          |       |               |          |               |          |
| Intangible assets                            | 6     |               | 17,000   |               | 18,000   |
| Tangible assets                              | 7     |               | 187,901  |               | 155,057  |
|  |       |               | <hr/>    |               | <hr/>    |
|  |       |               | 204,901  |               | 173,057  |
| <b>CURRENT ASSETS</b>                        |       |               |          |               |          |
| Stocks                                       | 8     | 12,471        |          | 12,471        |          |
| Debts subject to financing arrangements      |       |               |          |               |          |
| Debts factored without recourse              |       | 1,718,363     |          | 1,781,121     |          |
| Amount advanced by discounter                |       | (893,609)     |          | (807,009)     |          |
|  | 9     | <hr/>         |          | <hr/>         |          |
|  |       | 824,754       |          | 974,112       |          |
| Debtors                                      | 9     | 686,366       |          | 579,336       |          |
| Cash at bank and in hand                     |       | 477           |          | 699           |          |
|  |       | <hr/>         |          | <hr/>         |          |
|  |       | 1,524,068     |          | 1,566,618     |          |
| <b>CREDITORS</b>                             |       |               |          |               |          |
| Amounts falling due within one year          | 10    | 1,407,615     |          | 1,469,401     |          |
|  |       | <hr/>         |          | <hr/>         |          |
| <b>NET CURRENT ASSETS</b>                    |       |               | 116,453  |               | 97,217   |
|  |       |               | <hr/>    |               | <hr/>    |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       |               | 321,354  |               | 270,274  |
| <b>CREDITORS</b>                             |       |               |          |               |          |
| Amounts falling due after more than one year | 11    |               | (92,458) |               | (58,333) |
| <b>PROVISIONS FOR LIABILITIES</b>            | 15    |               | (9,133)  |               | (5,058)  |
|  |       |               | <hr/>    |               | <hr/>    |
| <b>NET ASSETS</b>                            |       |               | 219,763  |               | 206,883  |
|  |       |               | <hr/>    |               | <hr/>    |
| <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    |               | 115,108  |               | 102,228  |
|  |       |               | <hr/>    |               | <hr/>    |
| <b>SHAREHOLDERS' FUNDS</b>                   | 22    |               | 219,763  |               | 206,883  |
|  |       |               | <hr/>    |               | <hr/>    |

The notes form part of these abbreviated accounts

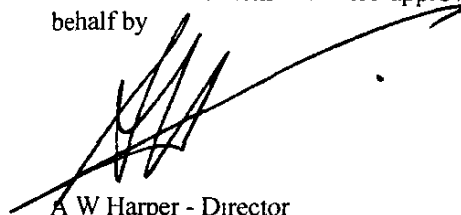
Anchor Security Services Limited

Abbreviated Balance Sheet - continued

31 October 2011

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 22 June 2012 and were signed on its behalf by

A handwritten signature in black ink, consisting of several overlapping, stylized strokes, positioned above the printed name 'A W Harper - Director'.

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 2011

|  | Notes | 31 10 11<br>£ | £         | 31 10 10<br>£ | £         |
|--|-------|---------------|-----------|---------------|-----------|
| <b>Net cash inflow</b>   |       |               |           |               |           |
| <b>from operating activities</b>   | 1     |               | 86,495    |               | 82,161    |
| <b>Returns on investments and servicing of finance</b>                     | 2     |               | (16,683)  |               | (9,189)   |
| <b>Taxation</b>  |       |               | (4,897)   |               | (9,751)   |
| <b>Capital expenditure</b>   | 2     |               | (101,000) |               | (47,790)  |
|  |       |               | (36,085)  |               | 15,431    |
| <b>Financing</b>   | 2     |               | 28,262    |               | (39,931)  |
| <b>Decrease in cash in the period</b>                                      |       |               | (7,823)   |               | (24,500)  |
| <hr/>  |       |               |           |               |           |
| <b>Reconciliation of net cash flow to movement in net debt</b>             | 3     |               |           |               |           |
| Decrease in cash in the period   |       | (7,823)       |           | (24,500)      |           |
| Cash (inflow)/outflow from (increase)/decrease in debt and lease financing |       | (29,828)      |           | 39,374        |           |
| Change in net debt resulting from cash flows                               |       |               | (37,651)  |               | 14,874    |
| <b>Movement in net debt in the period</b>                                  |       |               | (37,651)  |               | 14,874    |
| <b>Net debt at 1 November</b>  |       |               | (126,290) |               | (141,164) |
| <b>Net debt at 31 October</b>  |       |               | (163,941) |               | (126,290) |

The notes form part of these abbreviated accounts

Anchor Security Services Limited

Notes to the Cash Flow Statement  
for the Year Ended 31 October 2011

**1 RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

|  | 31 10 11      | 31 10 10      |
|--|---------------|---------------|
|  | £             | £             |
| Operating profit                                 | 32,369        | 30,540        |
| Depreciation charges                             | 76,798        | 78,633        |
| Profit on disposal of fixed assets               | (7,640)       | -             |
| Increase in stocks                               | -             | (1,628)       |
| (Increase)/decrease in debtors                   | (42,708)      | 158,160       |
| Increase/(decrease) in creditors                 | 27,676        | (183,544)     |
| <b>Net cash inflow from operating activities</b> | <b>86,495</b> | <b>82,161</b> |

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

|   | 31 10 11         | 31 10 10        |
|---|------------------|-----------------|
|   | £                | £               |
| <b>Returns on investments and servicing of finance</b>                      |                  |                 |
| Interest paid   | (14,191)         | (5,880)         |
| Interest element of hire purchase payments                                  | (2,492)          | (3,309)         |
| <b>Net cash outflow for returns on investments and servicing of finance</b> | <b>(16,683)</b>  | <b>(9,189)</b>  |
| <b>Capital expenditure</b>  |                  |                 |
| Purchase of tangible fixed assets   | (123,050)        | (47,790)        |
| Sale of tangible fixed assets   | 22,050           | -               |
| <b>Net cash outflow for capital expenditure</b>                             | <b>(101,000)</b> | <b>(47,790)</b> |
| <b>Financing</b>  |                  |                 |
| Loan repayments in year   | (20,000)         | (20,000)        |
| Capital repayments in year  | 49,825           | (19,373)        |
| Amount introduced by directors  | -                | 24,000          |
| Amount withdrawn by directors   | (1,563)          | (24,558)        |
| <b>Net cash inflow/(outflow) from financing</b>                             | <b>28,262</b>    | <b>(39,931)</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 2011

**3 ANALYSIS OF CHANGES IN NET DEBT**

|                                      | At<br>1 11 10<br>£ | Cash flow<br>£  | At<br>31 10 11<br>£ |
|--------------------------------------|--------------------|-----------------|---------------------|
| Net cash                             |                    |                 |                     |
| Cash at bank and in hand             | 699                | (222)           | 477                 |
| Bank overdraft                       | (21,598)           | (7,601)         | (29,199)            |
|                                      | <u>(20,899)</u>    | <u>(7,823)</u>  | <u>(28,722)</u>     |
| Debt                                 |                    |                 |                     |
| Hire purchase                        | (27,058)           | (49,828)        | (76,886)            |
| Debts falling due<br>within one year | (20,000)           | -               | (20,000)            |
| Debts falling due<br>after one year  | (58,333)           | 20,000          | (38,333)            |
|                                      | <u>(105,391)</u>   | <u>(29,828)</u> | <u>(135,219)</u>    |
| Total                                | <u>(126,290)</u>   | <u>(37,651)</u> | <u>(163,941)</u>    |

The notes form part of these abbreviated accounts

Anchor Security Services Limited

Notes to the Abbreviated Accounts  
for the Year Ended 31 October 2011

**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

Turnover is recognised in the month the security service was carried out

**Goodwill**

Goodwill, being the amount paid in connection with the acquisition of a business in 2008, is being amortised evenly over its estimated useful life of twenty years

**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           | - 33% on cost and 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

**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 2011

**2 STAFF COSTS**

|                       | 31 10 11         | 31 10 10         |
|-----------------------|------------------|------------------|
|                       | £                | £                |
| Wages and salaries    | 6,963,635        | 8,161,737        |
| Social security costs | 615,127          | 736,083          |
|                       | <u>7,578,762</u> | <u>8,897,820</u> |

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

|                 | 31 10 11   | 31 10 10   |
|-----------------|------------|------------|
| Security guards | 588        | 635        |
| Directors       | 3          | 3          |
| Administration  | 9          | 13         |
|                 | <u>600</u> | <u>651</u> |

**3 OPERATING PROFIT**

The operating profit is stated after charging/(crediting)

|  | 31 10 11       | 31 10 10       |
|--|----------------|----------------|
|  | £              | £              |
| Radio hire and expenses                          | 9,740          | 11,671         |
| Other operating leases                           | 66,992         | 55,322         |
| Depreciation - owned assets                      | 60,560         | 60,554         |
| Depreciation - assets on hire purchase contracts | 15,236         | 17,079         |
| Profit on disposal of fixed assets               | (7,640)        | -              |
| Goodwill amortisation                            | 1,000          | 1,000          |
| Auditors' remuneration                           | 8,985          | 9,469          |
|  | <u>184,696</u> | <u>200,557</u> |

**4 INTEREST PAYABLE AND SIMILAR CHARGES**

|               | 31 10 11      | 31 10 10     |
|---------------|---------------|--------------|
|               | £             | £            |
| Bank interest | 14,191        | 5,880        |
| Hire purchase | 2,492         | 3,309        |
|               | <u>16,683</u> | <u>9,189</u> |

**5 TAXATION**

**Analysis of the tax charge**

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

|                                      | 31 10 11<br>£ | 31 10 10<br>£ |
|--------------------------------------|---------------|---------------|
| Current tax                          |               |               |
| UK corporation tax                   | -             | 6,027         |
| Over provision of previous periods   | (1,269)       | (2,843)       |
| Total current tax                    | (1,269)       | 3,184         |
| Deferred tax                         | 4,075         | (1,987)       |
| Tax on profit on ordinary activities | <u>2,806</u>  | <u>1,197</u>  |

UK corporation tax was charged at 21% in 2010

**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 10 11<br>£  | 31 10 10<br>£ |
|--|----------------|---------------|
| Profit on ordinary activities before tax   | <u>15,686</u>  | <u>21,351</u> |
| Profit on ordinary activities<br>multiplied by the standard rate of corporation tax<br>in the UK of 20% (2010 - 21%) | 3,137          | 4,484         |
| Effects of   |                |               |
| Expenses not deductible for tax purposes   | 51             | 147           |
| Capital allowances in excess of depreciation   | (10,941)       | -             |
| Depreciation in excess of capital allowances   | -              | 1,791         |
| Utilisation of tax losses  | 7,753          | (395)         |
| Adjustments to tax charge in respect of previous periods   | (1,269)        | (2,843)       |
| Current tax charge   | <u>(1,269)</u> | <u>3,184</u>  |



Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2011

**6 INTANGIBLE FIXED ASSETS**

|                       | Goodwill<br>£ |
|-----------------------|---------------|
| <b>COST</b>           |               |
| At 1 November 2010    |               |
| and 31 October 2011   | 20,000        |
| <b>AMORTISATION</b>   |               |
| At 1 November 2010    | 2,000         |
| Amortisation for year | 1,000         |
| At 31 October 2011    | 3,000         |
| <b>NET BOOK VALUE</b> |               |
| At 31 October 2011    | 17,000        |
| At 31 October 2010    | 18,000        |

**7 TANGIBLE FIXED ASSETS**

|                        | Site<br>assets<br>£ | Office<br>equipment<br>£ | Fixtures<br>and<br>fittings<br>£ |
|------------------------|---------------------|--------------------------|----------------------------------|
| <b>COST</b>            |                     |                          |                                  |
| At 1 November 2010     | 75,466              | 13,790                   | 185,490                          |
| Additions              | 46,499              | 450                      | 1,074                            |
| At 31 October 2011     | 121,965             | 14,240                   | 186,564                          |
| <b>DEPRECIATION</b>    |                     |                          |                                  |
| At 1 November 2010     | 40,705              | 11,260                   | 123,590                          |
| Charge for year        | 22,633              | 1,368                    | 18,132                           |
| Eliminated on disposal | -                   | -                        | -                                |
| At 31 October 2011     | 63,338              | 12,628                   | 141,722                          |
| <b>NET BOOK VALUE</b>  |                     |                          |                                  |
| At 31 October 2011     | 58,627              | 1,612                    | 44,842                           |
| At 31 October 2010     | 34,761              | 2,530                    | 61,900                           |

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2011

**7 TANGIBLE FIXED ASSETS - continued**

|                        | Motor<br>vehicles<br>£ | Computer<br>equipment<br>£ | Totals<br>£ |
|------------------------|------------------------|----------------------------|-------------|
| <b>COST</b>            |                        |                            |             |
| At 1 November 2010     | 129,961                | 75,748                     | 480,455     |
| Additions              | 67,575                 | 7,452                      | 123,050     |
| Disposals              | (69,965)               | -                          | (69,965)    |
| At 31 October 2011     | 127,571                | 83,200                     | 533,540     |
| <b>DEPRECIATION</b>    |                        |                            |             |
| At 1 November 2010     | 97,411                 | 52,432                     | 325,398     |
| Charge for year        | 21,127                 | 12,536                     | 75,796      |
| Eliminated on disposal | (55,555)               | -                          | (55,555)    |
| At 31 October 2011     | 62,983                 | 64,968                     | 345,639     |
| <b>NET BOOK VALUE</b>  |                        |                            |             |
| At 31 October 2011     | 64,588                 | 18,232                     | 187,901     |
| At 31 October 2010     | 32,550                 | 23,316                     | 155,057     |

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

|                       | Site<br>assets<br>£ | Motor<br>vehicles<br>£ | Totals<br>£ |
|-----------------------|---------------------|------------------------|-------------|
| <b>COST</b>           |                     |                        |             |
| At 1 November 2010    | -                   | 85,396                 | 85,396      |
| Additions             | 27,005              | 67,575                 | 94,580      |
| Transfer to ownership | -                   | (85,396)               | (85,396)    |
| At 31 October 2011    | 27,005              | 67,575                 | 94,580      |
| <b>DEPRECIATION</b>   |                     |                        |             |
| At 1 November 2010    | -                   | 59,034                 | 59,034      |
| Charge for year       | 1,981               | 13,255                 | 15,236      |
| Transfer to ownership | -                   | (65,531)               | (65,531)    |
| At 31 October 2011    | 1,981               | 6,758                  | 8,739       |
| <b>NET BOOK VALUE</b> |                     |                        |             |
| At 31 October 2011    | 25,024              | 60,817                 | 85,841      |
| At 31 October 2010    | -                   | 26,362                 | 26,362      |

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2011

**8 STOCKS**

|        | 31 10 11 | 31 10 10 |
|--------|----------|----------|
|        | £        | £        |
| Stocks | 12,471   | 12,471   |

**9 DEBTORS**

|  | 31 10 11       | 31 10 10       |
|--|----------------|----------------|
|  | £              | £              |
| Amounts falling due within one year          |                |                |
| Trade debtors                                | 17,075         | 11,209         |
| Other debtors                                | 164,393        | 145,522        |
| Directors' loan accounts                     | 87,408         | 85,845         |
| Prepayments and accrued income               | 350,891        | 261,870        |
|  | <u>619,767</u> | <u>504,446</u> |
| Amounts falling due after more than one year |                |                |
| Prepayments and accrued income               | 66,599         | 74,890         |
|  | <u>66,599</u>  | <u>74,890</u>  |
| Aggregate amounts                            | <u>686,366</u> | <u>579,336</u> |

**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 2011, total debtors discounted amounted to £1,718,363 (2010 - £1,781,121), against which £893,609 was advanced to the company (2010 - £807,009)

Discounting charges incurred by the company during the year amounted to £38,448 (2010 - £44,999)

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

|   | 31 10 11         | 31 10 10         |
|---|------------------|------------------|
|   | £                | £                |
| Bank loans and overdrafts (see note 12) | 49,199           | 41,598           |
| Hire purchase contracts (see note 13)   | 22,761           | 27,058           |
| Trade creditors                         | 149,777          | 102,387          |
| Tax                                     | -                | 6,166            |
| Social security and other taxes         | 180,873          | 222,246          |
| VAT                                     | 442,024          | 438,467          |
| Other creditors                         | 525,289          | 574,983          |
| Accruals and deferred income            | 37,692           | 56,496           |
|   | <u>1,407,615</u> | <u>1,469,401</u> |

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2011

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

|                                       | 31 10 11      | 31 10.10      |
|---------------------------------------|---------------|---------------|
|                                       | £             | £             |
| Bank loans (see note 12)              | 38,333        | 58,333        |
| Hire purchase contracts (see note 13) | 54,125        | -             |
|                                       | <u>92,458</u> | <u>58,333</u> |

**12 LOANS**

An analysis of the maturity of loans is given below

|  | 31 10 11      | 31 10 10      |
|--|---------------|---------------|
|  | £             | £             |
| Amounts falling due within one year or on demand |               |               |
| Bank overdrafts                                  | 29,199        | 21,598        |
| Bank loans                                       | 20,000        | 20,000        |
|  | <u>49,199</u> | <u>41,598</u> |
| Amounts falling due between one and two years    |               |               |
| Bank loans - 1-2 years                           | <u>20,000</u> | <u>20,000</u> |
| Amounts falling due between two and five years   |               |               |
| Bank loans - 2-5 years                           | <u>18,333</u> | <u>38,333</u> |

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2011

**13 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES**

|                             | Hire<br>purchase<br>contracts |               |
|-----------------------------|-------------------------------|---------------|
|                             | 31 10 11<br>£                 | 31 10 10<br>£ |
| Gross obligations repayable |                               |               |
| Within one year             | 26,972                        | 29,535        |
| Between one and five years  | 63,357                        | -             |
|                             | <u>90,329</u>                 | <u>29,535</u> |
| Finance charges repayable   |                               |               |
| Within one year             | 4,211                         | 2,477         |
| Between one and five years  | 9,232                         | -             |
|                             | <u>13,443</u>                 | <u>2,477</u>  |
| Net obligations repayable   |                               |               |
| Within one year             | 22,761                        | 27,058        |
| Between one and five years  | 54,125                        | -             |
|                             | <u>76,886</u>                 | <u>27,058</u> |

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

|                            | Land and<br>buildings |               | Other<br>operating<br>leases |               |
|----------------------------|-----------------------|---------------|------------------------------|---------------|
|                            | 31 10 11<br>£         | 31 10 10<br>£ | 31 10 11<br>£                | 31 10 10<br>£ |
| Expiring                   |                       |               |                              |               |
| Within one year            | -                     | 6,003         | 1,344                        | 41,622        |
| Between one and five years | -                     | -             | 18,148                       | 15,336        |
| In more than five years    | 76,449                | 76,449        | -                            | -             |
|                            | <u>76,449</u>         | <u>82,452</u> | <u>19,492</u>                | <u>56,958</u> |

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2011

**14 SECURED DEBTS**

The following secured debts are included within creditors

|                         | 31 10 11       | 31 10 10       |
|-------------------------|----------------|----------------|
|                         | £              | £              |
| Bank overdrafts         | 29,199         | 21,598         |
| Bank loans              | 58,333         | 78,333         |
| Hire purchase contracts | 76,886         | 27,058         |
|                         | <u>164,418</u> | <u>126,989</u> |

The hire purchase liabilities are secured on the assets concerned

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

25% of the bank loan is personally secured by A W Harper, a director The remaining 75% is secured by the Department of Trade and Industry

There is a cross company guarantee between Anchor Group Services Ltd, Anchor Security Services Ltd and Anchor Cleaning Services Ltd dated 17th September 2010

**15 PROVISIONS FOR LIABILITIES**

|  | 31 10 11     | 31 10 10     |
|--|--------------|--------------|
|  | £            | £            |
| Deferred tax provision                         | <u>9,133</u> | <u>5,058</u> |
|  |              | Deferred tax |
|  |              | £            |
| Balance at 1 November 2010                     |              | 5,058        |
| Origination and reversal of timing differences |              | 4,075        |
|  |              | <u>9,133</u> |
| Balance at 31 October 2011                     |              |              |

**16 CALLED UP SHARE CAPITAL**

| Allotted, issued and fully paid |          | Nominal value | 31 10 11      | 31 10 10      |
|---------------------------------|----------|---------------|---------------|---------------|
| Number                          | Class    |               | £             | £             |
| 20,103                          | Ordinary | £1            | <u>20,103</u> | <u>20,103</u> |

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2011

17 **RESERVES**

|                     | Profit<br>and loss<br>account<br>£ | Share<br>premium<br>£ | Totals<br>£ |
|---------------------|------------------------------------|-----------------------|-------------|
| At 1 November 2010  | 102,228                            | 84,552                | 186,780     |
| Profit for the year | 12,880                             |                       | 12,880      |
|                     | <hr/>                              | <hr/>                 | <hr/>       |
| At 31 October 2011  | 115,108                            | 84,552                | 199,660     |
|                     | <hr/>                              | <hr/>                 | <hr/>       |

18 **TRANSACTIONS WITH DIRECTORS**

The following loan to directors subsisted during the years ended 31 October 2011 and 31 October 2010

|                                      | 31.10 11<br>£ | 31 10 10<br>£ |
|--------------------------------------|---------------|---------------|
| <b>A W Harper</b>                    |               |               |
| Balance outstanding at start of year | 85,845        | 85,287        |
| Amounts advanced                     | 1,563         | 24,558        |
| Amounts repaid                       | -             | (24,000)      |
| Balance outstanding at end of year   | 87,408        | 85,845        |
|                                      | <hr/>         | <hr/>         |

All advances are interest free, unsecured and have no formal repayment schedule.

19 **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 £127,872 by Anchor Cleaning Services (2010 - £109,557) which is disclosed in Other Debtors

No amounts were due to or from the holding company at the year end

There is a cross company guarantee between Anchor Group Services Ltd, Anchor Security Services Ltd and Anchor Cleaning Services Ltd dated 17th September 2010

A W Harper, a director, has personally secured 25% of the bank loan

20 **POST BALANCE SHEET EVENTS**

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

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2011

**21 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

**22 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

|  | 31 10 11       | 31 10 10       |
|--|----------------|----------------|
|  | £              | £              |
| Profit for the financial year              | 12,880         | 20,154         |
| <b>Net addition to shareholders' funds</b> | <b>12,880</b>  | <b>20,154</b>  |
| Opening shareholders' funds                | 206,883        | 186,729        |
| <b>Closing shareholders' funds</b>         | <b>219,763</b> | <b>206,883</b> |