

REGISTERED NUMBER: 02548101 (England and Wales)

Abbreviated Accounts  
for the Year Ended 31 October 2009  
for  
Anchor Security Services Limited

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Anchor Security Services Limited

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for the Year Ended 31 October 2009

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Anchor Security Services Limited

Company Information  
for the Year Ended 31 October 2009

**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 2009

The directors present their report with the accounts of the company for the year ended 31 October 2009

**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 2009.

**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 2008 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 2009

#### **DIRECTORS STATEMENT**

Anchor Security's strategic focus on sustainable profitable growth has delivered a good set of results in very challenging economic conditions

Through organic growth, we have increased the sales revenue for Anchor Security Services by £1.65m (18.5%) to £10.5m, and seen an improvement in the net pre tax margin of £142k. We have had no bad debts in the year, or expectations of any. We have seen the return of a major customer after only one year, and have secured substantial new contracts for the new financial year totalling £3.2m.

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 only left with choosing 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 2010, 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.

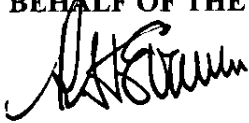
Anchor Security Services Limited

Report of the Directors  
for the Year Ended 31 October 2009

**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 H Evans', is written over the text 'ON BEHALF OF THE BOARD:'.

Signed on behalf of the board  
R H Evans - Secretary

15 February 2010

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 one, together with the full financial statements of Anchor Security Services Limited for the year ended 31 October 2009 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.



A C Gould (Senior Statutory Auditor)  
for and on behalf of McEwan Wallace  
Chartered Accountants  
Registered Auditors  
68 Argyle Street  
Birkenhead  
CH41 6AF

15 February 2010

Anchor Security Services Limited

Abbreviated Profit and Loss Account  
for the Year Ended 31 October 2009

	Notes	31 10 09 £	31 10 08 £
<b>TURNOVER</b>		10,524,147	8,878,711
<b>GROSS LOSS</b>		<u>(8,806,468)</u>	<u>(7,355,715)</u>
		1,717,679	1,522,996
Administrative expenses		<u>1,667,470</u>	<u>1,614,236</u>
<b>OPERATING PROFIT/(LOSS)</b>	3	50,209	(91,240)
Interest receivable and similar income		<u>179</u>	<u>-</u>
		50,388	(91,240)
Interest payable and similar charges	4	<u>5,369</u>	<u>5,898</u>
<b>PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		45,019	(97,138)
Tax on profit/(loss) on ordinary activities	5	<u>11,075</u>	<u>(12,330)</u>
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION</b>		<u><u>33,944</u></u>	<u><u>(84,808)</u></u>

**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 profit for the current year and the loss for the previous year

The notes form part of these abbreviated accounts



Anchor Security Services Limited

Abbreviated Balance Sheet

31 October 2009

	Notes	31 10 09 £	£	31 10 08 £	£
<b>FIXED ASSETS</b>					
Intangible assets	6		19,000		20,000
Tangible assets	7		184,902		218,973
			<u>203,902</u>		<u>238,973</u>
<b>CURRENT ASSETS</b>					
Stocks	8	10,843		9,148	
Debts subject to financing arrangements					
Debts factored without recourse		1,929,104		1,486,828	
Amount advanced by discounter		(799,982)		(752,224)	
	9	<u>1,129,122</u>		<u>734,604</u>	
Debtors	9	588,955		818,548	
Cash at bank and in hand		3,601		191	
		<u>1,732,521</u>		<u>1,562,491</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	10	<u>1,637,256</u>		<u>1,602,245</u>	
<b>NET CURRENT ASSETS/(LIABILITIES)</b>			<u>95,265</u>		<u>(39,754)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>299,167</u>		<u>199,219</u>
<b>CREDITORS</b>					
Amounts falling due after more than one year	11		(105,391)		(46,432)
<b>PROVISIONS FOR LIABILITIES</b>	15		<u>(7,045)</u>		<u>-</u>
<b>NET ASSETS</b>			<u><u>186,731</u></u>		<u><u>152,787</u></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		82,076		48,132
<b>SHAREHOLDERS' FUNDS</b>	23		<u><u>186,731</u></u>		<u><u>152,787</u></u>

The notes form part of these abbreviated accounts

Anchor Security Services Limited

Abbreviated Balance Sheet - continued

31 October 2009

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 15 February 2010 and were signed on its behalf by

A handwritten signature in black ink, consisting of stylized, overlapping loops and 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 2009

	Notes	31 10 09	31 10 08
		£	£
<b>Net cash (outflow)/inflow from operating activities</b>	1	(79,236)	110,710
<b>Returns on investments and servicing of finance</b>	2	(5,190)	(5,898)
<b>Taxation</b>		9,538	(16,143)
<b>Capital expenditure</b>	2	(41,819)	(55,879)
		(116,707)	32,790
<b>Financing</b>	2	128,016	(44,098)
<b>Increase/(Decrease) in cash in the period</b>		11,309	(11,308)
<hr/>			
<b>Reconciliation of net cash flow to movement in net debt</b>	3		
Increase/(Decrease) in cash in the period		11,309	(11,308)
Cash (inflow)/outflow from (increase)/decrease in debt and lease financing		(86,002)	17,496
Change in net debt resulting from cash flows		(74,693)	6,188
<b>Movement in net debt in the period</b>		(74,693)	6,188
<b>Net debt at 1 November</b>		(66,471)	(72,659)
<b>Net debt at 31 October</b>		(141,164)	(66,471)

The notes form part of these abbreviated accounts

Notes to the Cash Flow Statement  
for the Year Ended 31 October 2009

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

	31 10 09	31 10 08
	£	£
Operating profit/(loss)	50,209	(91,240)
Depreciation charges	76,889	76,448
Profit on disposal of fixed assets	-	(300)
Debtor adjustment re deferred tax asset	(835)	835
Increase in stocks	(1,695)	(931)
(Increase)/Decrease in debtors	(254,697)	21,750
Increase in creditors	50,893	104,148
	<u>          </u>	<u>          </u>
<b>Net cash (outflow)/inflow from operating activities</b>	<b><u>(79,236)</u></b>	<b><u>110,710</u></b>

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

	31 10 09	31 10 08
	£	£
<b>Returns on investments and servicing of finance</b>		
Interest received	179	-
Interest paid	(756)	(363)
Interest element of hire purchase payments	<u>(4,613)</u>	<u>(5,535)</u>
	<u>          </u>	<u>          </u>
<b>Net cash outflow for returns on investments and servicing of finance</b>	<b><u>(5,190)</u></b>	<b><u>(5,898)</u></b>
 <b>Capital expenditure</b>		
Purchase of intangible fixed assets	-	(20,000)
Purchase of tangible fixed assets	(41,819)	(36,179)
Sale of tangible fixed assets	-	300
	<u>          </u>	<u>          </u>
<b>Net cash outflow for capital expenditure</b>	<b><u>(41,819)</u></b>	<b><u>(55,879)</u></b>
 <b>Financing</b>		
New loans in year	100,000	-
Loan repayments in year	(1,667)	-
Capital repayments in year	(12,331)	(17,496)
Amount introduced by directors	50,000	-
Amount withdrawn by directors	<u>(7,986)</u>	<u>(26,602)</u>
	<u>          </u>	<u>          </u>
<b>Net cash inflow/(outflow) from financing</b>	<b><u>128,016</u></b>	<b><u>(44,098)</u></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 2009

**3 ANALYSIS OF CHANGES IN NET DEBT**

	At 1.11 08 £	Cash flow £	At 31.10 09 £
Net cash			
Cash at bank and in hand	191	3,410	3,601
Bank overdraft	(7,899)	7,899	-
	<u>(7,708)</u>	<u>11,309</u>	<u>3,601</u>
Debt			
Hire purchase	(58,763)	12,331	(46,432)
Debts falling due within one year	-	(20,000)	(20,000)
Debts falling due after one year	-	(78,333)	(78,333)
	<u>(58,763)</u>	<u>(86,002)</u>	<u>(144,765)</u>
Total	<u>(66,471)</u>	<u>(74,693)</u>	<u>(141,164)</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

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 2009

**2 STAFF COSTS**

	31 10 09	31.10 08
	£	£
Wages and salaries	8,670,987	7,295,157
Social security costs	786,912	668,567
	<u>9,457,899</u>	<u>7,963,724</u>

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

	31.10 09	31 10 08
Security guards	581	473
Directors	3	3
Administration	14	14
	<u>598</u>	<u>490</u>

**3 OPERATING PROFIT/(LOSS)**

The operating profit (2008 - operating loss) is stated after charging/(crediting)

	31 10 09	31 10 08
	£	£
Radio hire and expenses	23,659	19,153
Other operating leases	65,951	49,679
Depreciation - owned assets	58,810	53,171
Depreciation - assets on hire purchase contracts	17,079	23,279
Profit on disposal of fixed assets	-	(300)
Goodwill amortisation	1,000	-
Auditors' remuneration	11,608	10,105
	<u>224,505</u>	<u>208,344</u>

Information regarding the highest paid director is as follows

	31 10 09	31 10 08
	£	£
Emoluments etc	<u>89,233</u>	<u>79,999</u>

**4 INTEREST PAYABLE AND SIMILAR CHARGES**

	31 10 09	31 10 08
	£	£
Bank interest	756	363
Hire purchase	4,613	5,535
	<u>5,369</u>	<u>5,898</u>

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2009

**5 TAXATION**

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

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

	31 10 09	31 10 08
	£	£
Current tax		
UK corporation tax	16,275	-
Over provision of previous periods	(13,080)	-
Under provision of corporation tax	-	638
Total current tax	3,195	638
Deferred tax	7,880	(12,968)
Tax on profit/(loss) on ordinary activities	11,075	(12,330)

UK corporation tax has been charged at 21% (2008 - 20 58%)

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

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 09	31 10 08
	£	£
Profit/(loss) on ordinary activities before tax	45,019	(97,138)
Profit/(loss) on ordinary activities multiplied by the standard rate of corporation tax in the UK of 21% (2008 - 21%)	9,454	(20,399)
Effects of		
Difference between capital allowances and depreciation	3,788	13,678
Expenses disallowed	2,248	4,926
Expensive leased car	785	736
Under provision/(over provision) of Corporation tax	-	638
Profits on disposal of fixed assets	-	(62)
Losses utilised	(13,080)	713
Effect of change in standard rate of tax during year	-	408
Current tax charge/(credit)	3,195	638



Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2009

**6 INTANGIBLE FIXED ASSETS**

	Goodwill £
<b>COST</b>	
At 1 November 2008 and 31 October 2009	20,000
<b>AMORTISATION</b>	
Amortisation for year	1,000
At 31 October 2009	1,000
<b>NET BOOK VALUE</b>	
At 31 October 2009	19,000
At 31 October 2008	20,000

**7 TANGIBLE FIXED ASSETS**

	Site assets £	Office equipment £	Fixtures and fittings £
<b>COST</b>			
At 1 November 2008	100,486	40,917	181,200
Additions	16,334	1,440	11,588
At 31 October 2009	116,820	42,357	192,788
<b>DEPRECIATION</b>			
At 1 November 2008	69,183	35,138	107,671
Charge for year	13,012	2,695	16,966
At 31 October 2009	82,195	37,833	124,637
<b>NET BOOK VALUE</b>			
At 31 October 2009	34,625	4,524	68,151
At 31 October 2008	31,303	5,779	73,529

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2009

**7 TANGIBLE FIXED ASSETS - continued**

	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>			
At 1 November 2008	123,866	217,679	664,148
Additions	-	12,457	41,819
	<hr/>	<hr/>	<hr/>
At 31 October 2009	123,866	230,136	705,967
	<hr/>	<hr/>	<hr/>
<b>DEPRECIATION</b>			
At 1 November 2008	53,951	179,233	445,176
Charge for year	23,713	19,503	75,889
	<hr/>	<hr/>	<hr/>
At 31 October 2009	77,664	198,736	521,065
	<hr/>	<hr/>	<hr/>
<b>NET BOOK VALUE</b>			
At 31 October 2009	46,202	31,400	184,902
	<hr/>	<hr/>	<hr/>
At 31 October 2008	69,915	38,446	218,972
	<hr/>	<hr/>	<hr/>

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

	Motor vehicles £
<b>COST</b>	
At 1 November 2008 and 31 October 2009	85,396
	<hr/>
<b>DEPRECIATION</b>	
At 1 November 2008	24,876
Charge for year	17,079
	<hr/>
At 31 October 2009	41,955
	<hr/>
<b>NET BOOK VALUE</b>	
At 31 October 2009	43,441
	<hr/>
At 31 October 2008	60,520
	<hr/>

**8 STOCKS**

	31 10 09 £	31 10 08 £
Stocks	10,843	9,148
	<hr/>	<hr/>

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2009

**9 DEBTORS**

	31 10 09	31 10 08
	£	£
Amounts falling due within one year		
Trade debtors	73,641	215,008
Other debtors	129,399	182,515
Directors' loan accounts	85,287	127,301
Prepayments and accrued income	198,015	242,162
	<u>486,342</u>	<u>766,986</u>
Amounts falling due after more than one year		
Prepayments and accrued income	<u>102,613</u>	<u>51,562</u>
Aggregate amounts	<u>588,955</u>	<u>818,548</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 2009, total debtors discounted amounted to £1,929,104 (2008 - £1,486,828), against which £799,982 was advanced to the company (2008 - £752,224)

Discounting charges incurred by the company during the year amounted to £55,543 (2008 - £58,516)

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

	31 10 09	31 10.08
	£	£
Bank loans and overdrafts (see note 12)	20,000	7,899
Hire purchase contracts (see note 13)	19,374	12,331
Trade creditors	107,584	105,713
Tax	12,733	-
Social security and other taxes	257,391	243,787
VAT	430,403	426,213
Other creditors	691,530	611,952
Accruals and deferred income	98,241	194,350
	<u>1,637,256</u>	<u>1,602,245</u>

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2009

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

	31 10 09	31 10 08
	£	£
Bank loans (see note 12)	78,333	-
Hire purchase contracts (see note 13)	27,058	46,432
	<u>105,391</u>	<u>46,432</u>

**12 LOANS**

An analysis of the maturity of loans is given below

	31 10 09	31 10 08
	£	£
Amounts falling due within one year or on demand		
Bank overdrafts	-	7,899
Bank loans	20,000	-
	<u>20,000</u>	<u>7,899</u>
 Amounts falling due between one and two years		
Bank loans - 1-2 years	<u>20,000</u>	<u>-</u>
 Amounts falling due between two and five years		
Bank loans - 2-5 years	<u>58,333</u>	<u>-</u>

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2009

**13 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS**

	31 10 09 £	31 10 08 £
Gross obligations repayable		
Within one year	23,962	17,541
Between one and five years	29,536	53,497
	<u>53,498</u>	<u>71,038</u>
Finance charges repayable		
Within one year	4,588	5,210
Between one and five years	2,478	7,065
	<u>7,066</u>	<u>12,275</u>
Net obligations repayable:		
Within one year	19,374	12,331
Between one and five years	27,058	46,432
	<u>46,432</u>	<u>58,763</u>

**14 SECURED DEBTS**

The following secured debts are included within creditors

	31 10 09 £	31.10 08 £
Bank overdraft	-	7,899
Bank loans	98,333	-
Hire purchase contracts	46,432	58,763
	<u>144,765</u>	<u>66,662</u>

The hire purchase liabilities are secured on the assets concerned

Any bank overdraft is secured via an unscheduled Mortgage Debenture dated 20th November 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

**15 PROVISIONS FOR LIABILITIES**

	31 10 09 £	31 10 08 £
Deferred tax provision	7,045	-
	<u>7,045</u>	<u>-</u>

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2009

**15 PROVISIONS FOR LIABILITIES - continued**

	Deferred tax £
Origination and reversal of timing differences	7,045
Balance at 31 October 2009	<u>7,045</u>

**16 CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid Number.	Class	Nominal value £1	31 10 09 £	31 10 08 £
20,103	Ordinary		<u>20,103</u>	<u>20,103</u>

**17 RESERVES**

	Profit and loss account £	Share premium £	Totals £
At 1 November 2008	48,132	84,552	132,684
Profit for the year	<u>33,944</u>		<u>33,944</u>
At 31 October 2009	<u>82,076</u>	<u>84,552</u>	<u>166,628</u>

**18 OTHER FINANCIAL COMMITMENTS**

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

	2009 £	2008 £
Land and buildings		
Expiring within one year	6,003	29,529
Expiring in one to five years	Nil	Nil
Expiring in more than five years	76,449	Nil
Other operating leases		
Expiring within one year	13,251	9,945
Expiring in one to five years	20,490	40,134

Anchor Security Services Limited

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2009

**19 TRANSACTIONS WITH DIRECTORS**

The following loan to directors subsisted during the years ended 31 October 2009 and 31 October 2008

	31 10 09 £	31 10 08 £
<b>A W Harper</b>		
Balance outstanding at start of year	127,301	100,699
Balance outstanding at end of year	85,287	127,301
Maximum balance outstanding during year	<u>133,671</u>	<u>127,301</u>

**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 £79,780 by Anchor Cleaning Services (2008 - £73,440) which is disclosed in Other Debtors

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

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

**21 POST BALANCE SHEET EVENTS**

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 09 £	31 10 08 £
Profit/(Loss) for the financial year	<u>33,944</u>	<u>(84,808)</u>
<b>Net addition/(reduction) to shareholders' funds</b>	<b>33,944</b>	<b>(84,808)</b>
Opening shareholders' funds	<u>152,787</u>	<u>237,595</u>
<b>Closing shareholders' funds</b>	<b><u>186,731</u></b>	<b><u>152,787</u></b>