

ABBEYGATE BUILDERS MERCHANTS LIMITED



Directors' Report And Unaudited Financial Statements
For the year ended 30 November 2011

ABBEYGATE BUILDERS MERCHANTS LIMITED

COMPANY INFORMATION

Directors	D R Cooney P Seymour
Secretary	D R Cooney
Company number	02755338
Registered office	Middlesex House 800 Uxbridge Road Hayes Middlesex UB4 0RS
Accountants	Kingston Smith LLP Middlesex House 800 Uxbridge Road Hayes Middlesex UB4 0RS
Bankers	Allied Irish Bank Plc 14 Neeld Parade Wembley Hill Road Wembley, Middlesex HA9 6SW

ABBEYGATE BUILDERS MERCHANTS LIMITED

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ABBEYGATE BUILDERS MERCHANTS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 NOVEMBER 2011

The directors present their report and financial statements for the year ended 30 November 2011

Principal activities

The principal activities of the company throughout the year was that of builders merchants

The results for the year and the financial position at the year end were considered encouraging by the directors who expect performance to improve in the future

Directors

The following directors have held office since 1 December 2010

D R Cooney
P Seymour

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

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

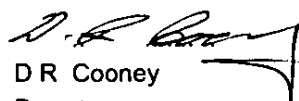
The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Qualifying 3rd party indemnity provisions

The company has granted an indemnity to its directors against liability in respect of actions brought by third parties, subject to the conditions set out in the Companies Act 2006. Such qualifying third party indemnity provision remains in force as at the date of approving the directors' report.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board


D R Cooney
Director
31/8/2012

ABBEYGATE BUILDERS MERCHANTS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 NOVEMBER 2011

		2011 £	2010 £
	Notes		
Turnover		3,723,090	3,789,650
Cost of sales		(2,653,067)	(2,733,601)
Gross profit		1,070,023	1,056,049
Administrative expenses		(884,105)	(913,870)
Operating profit	2	185,918	142,179
Interest payable and similar charges		(52,447)	(46,494)
Profit on ordinary activities before taxation		133,471	95,685
Tax on profit on ordinary activities	3	(27,719)	(21,193)
Profit for the year	12	105,752	74,492

ABBEYGATE BUILDERS MERCHANTS LIMITED

BALANCE SHEET AS AT 30 NOVEMBER 2011

	Notes	2011 £	£	2010 £	£
Fixed assets					
Tangible assets	4	36,947		20,391	
Investments	5	2,550		2,550	
		<u>39,497</u>		<u>22,941</u>	
Current assets					
Stocks		244,027		208,386	
Debtors	6	1,326,060		1,157,818	
Cash at bank and in hand		9,055		4,285	
		<u>1,579,142</u>		<u>1,370,489</u>	
Creditors amounts falling due within one year	7	<u>(1,376,221)</u>		<u>(1,298,125)</u>	
Net current assets		<u>202,921</u>		<u>72,364</u>	
Total assets less current liabilities		<u>242,418</u>		<u>95,305</u>	
Creditors: amounts falling due after more than one year	8	(246,938)		(208,063)	
Provisions for liabilities	9	(2,486)		-	
		<u>(7,006)</u>		<u>(112,758)</u>	
Capital and reserves					
Called up share capital	11	10,000		10,000	
Other reserves	12	(20,000)		(20,000)	
Profit and loss account	12	2,994		(102,758)	
Shareholders' deficit		<u>(7,006)</u>		<u>(112,758)</u>	

ABBEYGATE BUILDERS MERCHANTS LIMITED

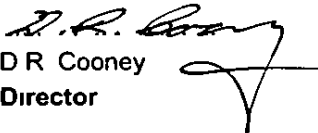
BALANCE SHEET (CONTINUED) AS AT 30 NOVEMBER 2011

For the financial year ended 30 November 2011 the company was entitled to exemption from audit under section 477 Companies Act 2006. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements under the requirements of the Companies Act 2006.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board for issue on 31/8/2012


D R Cooney
Director

Company Registration No 02755338

ABBEYGATE BUILDERS MERCHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2011

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

At the balance sheet date the company had net current assets of £202,971 (2010 £72,364) and net liabilities of £7,006 (2010 £112,758). The company meets its day to day working capital requirements through a bank overdraft facility, a debt factoring facility and the continuing financial support of a director. The directors consider that the company will operate within the approved facilities for the foreseeable future. The directors have agreed not to withdraw loans made to the company of £246,938 unless sufficient funds are available to do so and these directors' loans have therefore been disclosed as due after more than one year. A director has also agreed to provide continued financial support to the company, as required, for the foreseeable future. For the reasons noted above, the directors believe that it is appropriate for these financial statements to be prepared on a going concern basis.

1.2 Turnover

Turnover represents the invoiced value of goods sold and services provided net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

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

Plant and machinery	15% straight line
Fixtures, fittings & equipment	20%/33%/17% straight line
Motor vehicles	25% reducing balance

1.4 Investments

Fixed asset investments are stated at cost.

1.5 Stock

Stock is valued at the lower of cost and net realisable value. Cost includes all direct costs incurred in bringing the stock to its present location and condition. Provision is made where necessary for obsolete, slow moving and defective stock.

1.6 Pensions

The company makes contributions to a defined contribution scheme, the assets of the scheme being held separately from the assets of the company. The pension cost charge represents contributions payable to the scheme.

1.7 Employee Benefit Trust

In accordance with UITF 38, the intrinsic value of awards to employees of shares is charged to the profit and loss account over the period to which the employees' performance relates.

The administration costs of the Abbeygate Builders Merchants Employee Benefit Trust are included in the profit and loss account. The consideration paid or received for the purchase or sale of the company's own shares is shown as a movement on shareholders' funds.

ABBEYGATE BUILDERS MERCHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2011

1 Accounting policies (continued)

1.8 Invoice Discounting

The company uses the services of an invoice discounting company. The debts are with full recourse, and the accounting treatment adopted in accordance with the FRSSE is to present the debtors and the liability to the finance house separately.

2 Operating profit	2011 £	2010 £
Operating profit is stated after charging		
Depreciation of tangible assets	17,126	13,264
Directors' remuneration	134,525	111,450

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 1 (2010 - 1)

3 Taxation	2011 £	2010 £
Domestic current year tax		
U K corporation tax	22,975	21,961
Total current tax	22,975	21,961
Deferred tax		
Deferred tax charge current year	4,744	(768)
	27,719	21,193

ABBEYGATE BUILDERS MERCHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2011

4 Tangible fixed assets

	Plant and machinery etc
	£
Cost	
At 1 December 2010	247,523
Additions	33,684
	<hr/>
At 30 November 2011	281,207
	<hr/>
Depreciation	
At 1 December 2010	227,134
Charge for the year	17,126
	<hr/>
At 30 November 2011	244,260
	<hr/>
Net book value	
At 30 November 2011	36,947
	<hr/>
At 30 November 2010	20,391
	<hr/>

5 Fixed asset investments

	Unlisted investments
	£
Cost	
At 1 December 2010 & at 30 November 2011	2,550
	<hr/>
Net book value	
At 30 November 2011	2,550
	<hr/>
At 30 November 2010	2,550
	<hr/>

Investments are stated at cost The market value is not materially different from cost

ABBEYGATE BUILDERS MERCHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2011

6 Debtors	2011	2010
	£	£
Trade debtors	1,022,056	871,130
Other debtors	304,004	284,430
Deferred tax asset (see note 9)	-	2,258
	<u>1,326,060</u>	<u>1,157,818</u>

Included within trade debtors is an amount of £1,022,056 (2010 £871,130) relating to factored debts

7 Creditors amounts falling due within one year	2011	2010
	£	£
Bank loans and overdrafts	535,079	571,621
Trade creditors	538,083	474,072
Taxation and social security	222,970	102,096
Other creditors	80,089	150,336
	<u>1,376,221</u>	<u>1,298,125</u>

Included in bank loans and overdrafts is an advance by Venture Finance Plc of £457,150 (2010 £540,897) which is secured over the assets of the company. The bank overdraft of £77,929 (2010 £30,724) is guaranteed by Venture Finance plc for a sum of up to £76,000.

8 Creditors amounts falling due after more than one year	2011	2010
	£	£
Other creditors	<u>246,938</u>	<u>208,063</u>

ABBEYGATE BUILDERS MERCHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2011

9 Provisions for liabilities

	Deferred tax liability £
Balance at 1 December 2010	(2,258)
Profit and loss account	4,744
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Balance at 30 November 2011	2,486
	<hr/>

The deferred tax liability is made up as follows.

	2011 £	2010 £
Accelerated capital allowances	2,486	(2,258)
	<hr/>	<hr/>

10 Pension costs

Defined contribution

	2011 £	2010 £
Contributions payable by the company for the year	8,942	6,000
	<hr/>	<hr/>

11 Share capital

	2011 £	2010 £
Allotted, called up and fully paid		
10,000 Ordinary shares of £1 each	10,000	10,000
	<hr/>	<hr/>

ABBEGATE BUILDERS MERCHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2011

12 Statement of movements on reserves

	Other reserves (see below) £	Profit and loss account £
Balance at 1 December 2010	(20,000)	(102,758)
Profit for the year	-	105,752
Balance at 30 November 2011	(20,000)	2,994

Other reserves

Reserves for own shares

Balance at 1 December 2010 & at 30 November 2011	(20,000)
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Other reserves represent 500 ordinary shares of £1 each held by Abbeygate Builders Merchants Employee Benefit Trust at a cost of £20,000

13 Financial commitments

At 30 November 2011 the company was committed to making the following payments under non-cancellable operating leases in the year to 30 November 2012

	2011 £	2010 £
Operating leases which expire		
Between two and five years	38,198	19,948
In over five years	62,500	62,500
	100,698	82,448

ABBEYGATE BUILDERS MERCHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2011

14 Transactions with directors

The following directors had loans during the year. These balances are included within other debtors (see Note 6). The movement on these loans are as follows:

	Amount outstanding		Maximum in year
	2011 £	2010 £	£
D R Cooney	239,419	223,158	239,419
P Seymour	16,480	16,629	17,692

Included within other creditors due in more than one year is a loan made to the company from D R Cooney, a director, amounting to £246,938 (2010: £172,563).

Interest was paid on this loan amounting to £7,500 (2010: £7,500).

15 Control

The ultimate controlling party is D R Cooney, a director, by virtue of his majority shareholding in the company.

16 Related party relationships and transactions

The company pays an annual rent of £62,000 (2010: £62,000) for the use of the Trumpers Way site to the Abbeygate Executive Pension Scheme, whose trustees include D R Cooney, a director of the company.