

ABBEE PYNFORD HOLDINGS LIMITED
REPORT OF THE DIRECTORS AND
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH SEPTEMBER 2012

Wags LLP t/a Wagstaffs
Chartered Accountants and Statutory Auditors
Richmond House
Walkern Road
Stevenage
Hertfordshire
SG1 3QP

THURSDAY



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COMPANIES HOUSE

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FOR THE YEAR ENDED 30TH SEPTEMBER 2012**

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ABBEY PYNFORD HOLDINGS LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 30TH SEPTEMBER 2012

DIRECTORS:

P Kiss
P N Jones
M Badham

SECRETARY:

P Kiss

REGISTERED OFFICE:

1st Floor
West Wing IMEX
Maxted Road
Hemel Hempstead
Hertfordshire
HP2 7DX

REGISTERED NUMBER:

05027756

AUDITORS:

Wags LLP t/a Wagstaffs
Chartered Accountants and Statutory Auditors
Richmond House
Walkern Road
Stevenage
Hertfordshire
SG1 3QP

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH SEPTEMBER 2012**

The directors present their report with the financial statements of the company and the group for the year ended 30th September 2012

PRINCIPAL ACTIVITY

The principal activity of the group in the year under review was that of a holding company. The company held shares in its subsidiaries for the year under review.

REVIEW OF BUSINESS

The group's activity continued to be that of specialist contractor operating in underpinning and other restricted access foundation works, as well as other extremely specialised areas that consist of basements below existing buildings, high level concrete frames for space creation and the lifting and moving of buildings. The construction of proprietary foundations for the housing market and commercial sectors continues to show signs of recovery. The work in designed proprietary foundations will however continue to be pursued. Incorporation open site piling which in this case is complementary, especially in the commercial sector. The group continues to benefit from its reputation within the underpinning market as market leader but is now raising its profile in other markets and will continue to offer the quality of service that it has become renowned for since the 90's.

The group turnover for the year was £16.2M, an increase of 2% on 2011, with a reported profit before tax of £320K. This level of profitability has been achieved through a rigorous programme of product review and cost management in order to ensure delivered efficiencies.

Against the backdrop of economic uncertainties experienced throughout the industry in 2012, the current year figures are considered by the group to be acceptable. The group is forecasting a turnover in 2012/2013 in the region of £16.2M and the group maintaining profitability. The focus over the next 12 months is that of further consolidation and to benefit from increased efficiency throughout together with development of new products and revenue streams.

DIVIDENDS

The profit for the year, after taxation, amounted to £234,117. The group paid dividends in the year totalling £287,484.

DIRECTORS

The directors shown below have held office during the whole of the period from 1st October 2011 to the date of this report.

P Kiss
P N Jones
M Badham

Other changes in directors holding office are as follows:

A Tear ceased to be a director after 30th September 2012 but prior to the date of this report.

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH SEPTEMBER 2012**

PRINCIPAL RISKS AND UNCERTAINTIES

The principal risk are those common to businesses in this sector. The group has sought to manage this risk by the introduction of QMS and continuing to provide a diverse range in solutions to the underpinning and foundation systems market.

POST BALANCE SHEET EVENTS

There have been no events since the balance sheet date which materially affect the position of the company.

CHARITABLE AND POLITICAL CONTRIBUTIONS

During the year the group made charitable contributions of £100 (2011 : £800). There were no political contributions.

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 the group and of the profit or loss of the group 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 and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group 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 group's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH SEPTEMBER 2012

AUDITORS

The auditors, Wags LLP t/a Wagstaffs, 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 be 'P Kiss', written over a horizontal line.

P Kiss - Secretary

Date 26/06/2013

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ABBEY PYNFORD HOLDINGS LIMITED**

We have audited the financial statements of Abbey Pynford Holdings Limited for the year ended 30th September 2012 which comprise the profit and loss account, balance sheet, cash flow statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Principles).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and of the parent company's affairs as at 30th September 2012 and of the group's profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

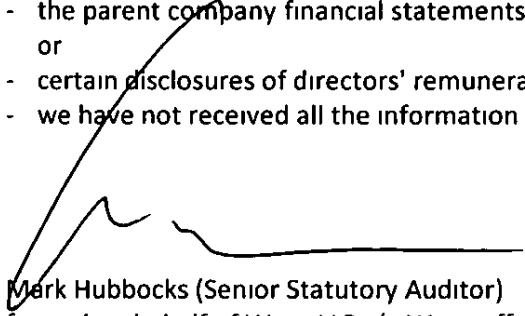
In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ABBAY PYNFORD HOLDINGS LIMITED**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit



Mark Hubbocks (Senior Statutory Auditor)
for and on behalf of Wags LLP t/a Wagstaffs
Chartered Accountants and Statutory Auditors
Richmond House
Walkern Road
Stevenage
Hertfordshire
SG1 3QP

Date

24/06/2013

ABBAY PYNFORD HOLDINGS LIMITED (REGISTERED NUMBER: 05027756)

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH SEPTEMBER 2012**

	Notes	2012 £	2011 £
TURNOVER	2	16,160,292	15,903,368
Cost of sales		(12,119,415)	(11,681,018)
GROSS PROFIT		4,040,877	4,222,350
Administrative expenses		(3,675,480)	(3,685,312)
OPERATING PROFIT	4	365,397	537,038
Interest receivable and similar income		335	227
		365,732	537,265
Amounts written off investments	5	(8,028)	-
		357,704	537,265
Interest payable and similar charges	6	(37,714)	(56,008)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		319,990	481,257
Tax on profit on ordinary activities	7	(85,873)	(126,757)
PROFIT FOR THE FINANCIAL YEAR FOR THE GROUP		234,117	354,500

CONTINUING OPERATIONS

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

TOTAL RECOGNISED GAINS AND LOSSES

The group has no recognised gains or losses other than the profits for the current year or previous year

The notes form part of these financial statements

CONSOLIDATED BALANCE SHEET
30TH SEPTEMBER 2012

	Notes	2012 £	2011 £
FIXED ASSETS			
Tangible assets	10	447,626	565,697
Investments	11	-	-
		<u>447,626</u>	<u>565,697</u>
CURRENT ASSETS			
Stocks	12	35,182	69,235
Debtors	13	2,324,944	3,417,816
Cash at bank and in hand		1,240,484	588,850
		<u>3,600,610</u>	<u>4,075,901</u>
CREDITORS			
Amounts falling due within one year	14	(3,121,440)	(3,581,529)
NET CURRENT ASSETS		<u>479,170</u>	<u>494,372</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		926,796	1,060,069
CREDITORS			
Amounts falling due after more than one year	15	(4,370)	(76,596)
PROVISIONS FOR LIABILITIES	18	<u>(23,868)</u>	<u>(31,548)</u>
NET ASSETS		<u><u>898,558</u></u>	<u><u>951,925</u></u>

The notes form part of these financial statements

CONSOLIDATED BALANCE SHEET - continued
30TH SEPTEMBER 2012

	Notes	2012 £	2011 £
CAPITAL AND RESERVES			
Called up share capital	19	55,556	55,556
Profit and loss account	20	843,002	896,369
SHAREHOLDERS' FUNDS	24	<u>898,558</u>	<u>951,925</u>

The financial statements were approved by the Board of Directors on 26/08/2013 and were signed on its behalf by



P Kiss - Director

The notes form part of these financial statements

COMPANY BALANCE SHEET
30TH SEPTEMBER 2012

	Notes	2012 £	2011 £
FIXED ASSETS			
Tangible assets	10	-	-
Investments	11	50,600	100,100
		<u>50,600</u>	<u>100,100</u>
CURRENT ASSETS			
Debtors	13	10,701	10,701
		<u>10,701</u>	<u>10,701</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		61,301	110,801
CREDITORS			
Amounts falling due after more than one year	15	(50,600)	(50,100)
		<u>(50,600)</u>	<u>(50,100)</u>
NET ASSETS		10,701	60,701
		<u>10,701</u>	<u>60,701</u>
CAPITAL AND RESERVES			
Called up share capital	19	55,556	55,556
Profit and loss account	20	(44,855)	5,145
		<u>10,701</u>	<u>60,701</u>
SHAREHOLDERS' FUNDS	24	10,701	60,701
		<u>10,701</u>	<u>60,701</u>

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

26/06/2013

and



P Kiss - Director

The notes form part of these financial statements

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 30TH SEPTEMBER 2012**

	Notes	2012 £	2011 £
Net cash inflow from operating activities	1	1,408,974	659,422
Returns on investments and servicing of finance	2	(37,379)	(55,781)
Taxation		(133,465)	(87,875)
Capital expenditure	2	(35,451)	123,800
Acquisitions and disposals	2	8,038	-
Equity dividends paid		(287,484)	(242,142)
		923,233	397,424
Financing	2	(68,392)	(217,933)
Increase in cash in the period		854,841	179,491
Reconciliation of net cash flow to movement in net funds	3		
Increase in cash in the period		854,841	179,491
Cash outflow from decrease in debt and lease financing		68,392	217,933
Change in net funds resulting from cash flows		923,233	397,424
Movement in net funds in the period		923,233	397,424
Net funds/(debt) at 1st October		48,884	(348,540)
Net funds at 30th September		972,117	48,884

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 30TH SEPTEMBER 2012

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

	2012	2011
	£	£
Operating profit	365,397	537,038
Depreciation charges	154,302	224,058
Profit on disposal of fixed assets	(780)	(73,099)
Decrease/(increase) in stocks	34,053	(5,700)
Decrease in debtors	1,100,913	84,545
Decrease in creditors	(244,911)	(107,420)
Net cash inflow from operating activities	1,408,974	659,422

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

	2012	2011
	£	£
Returns on investments and servicing of finance		
Interest received	335	227
Interest paid	(12,163)	(10,142)
Interest element of hire purchase payments	(25,551)	(45,866)
Net cash outflow for returns on investments and servicing of finance	(37,379)	(55,781)
Capital expenditure		
Purchase of tangible fixed assets	(41,035)	(48,701)
Sale of tangible fixed assets	5,584	172,501
Net cash (outflow)/inflow for capital expenditure	(35,451)	123,800
Acquisitions and disposals		
Amounts written off on investments	8,038	-
Net cash inflow for acquisitions and disposals	8,038	-
Financing		
Capital repayments in year	(68,392)	(217,933)
Net cash outflow from financing	(68,392)	(217,933)

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 30TH SEPTEMBER 2012

3 ANALYSIS OF CHANGES IN NET FUNDS

	At 1.10.11 £	Cash flow £	At 30.9.12 £
Net cash.			
Cash at bank and in hand	588,850	651,634	1,240,484
Bank overdrafts	(381,869)	203,207	(178,662)
	<u>206,981</u>	<u>854,841</u>	<u>1,061,822</u>
Debt			
Hire purchase	(158,097)	68,392	(89,705)
	<u>(158,097)</u>	<u>68,392</u>	<u>(89,705)</u>
Total	<u>48,884</u>	<u>923,233</u>	<u>972,117</u>

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 2012

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

Basis of consolidation

The consolidated financial statements incorporate the results of Abbey Pynford Holdings Limited and all of its subsidiary undertakings as at 30 September 2012 using the acquisition or merger method of accounting as required. Where the acquisition method is used, the results of subsidiary undertakings are included from the date of acquisition.

Turnover

Turnover represents the total invoice value excluding value added tax, trade discounts and all other taxes of sales made during the year. Income is recognised on a work certified basis. Retentions are recognised when the final certificate is submitted to the client upon completion.

Tangible fixed assets

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

Plant and machinery	- 25% on cost and 10% on cost
Fixtures and fittings	- 25% on cost
Motor vehicles	- 25% on cost

Stocks

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

Deferred tax

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

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH SEPTEMBER 2012

1 ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

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

Long term contracts

Long term contracts are assessed on a contract by contract basis and are reflected in the profit and loss account by recording turnover and related costs as contract activity progresses. Where the outcome of each long term contract can be assessed with reasonable certainty before its conclusion, the attributable profit is recognised in the profit and loss account as the difference between the reported turnover and the related costs for that contract.

Amounts recoverable on long term contracts, which are included in debtors are stated at the net sales value of the work done after provisions for contingencies and anticipated future losses on contracts, less amounts received as progress payments on account.

Provisions for guarantees

Provisions for the expected cost of maintenance under guarantees are charged against profits when products have been invoiced. The effect of the time value of money is immaterial and therefore the provisions are not discounted.

2 TURNOVER

The total turnover of the group for the year has been derived from its principal activity wholly undertaken in the UK.

3 STAFF COSTS

	2012	2011
	£	£
Wages and salaries	2,149,553	2,021,121
Social security costs	241,189	219,096
Other pension costs	51,504	67,909
	<u>2,442,246</u>	<u>2,308,126</u>

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

	2012	2011
Technical and administrative staff	<u>61</u>	<u>58</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH SEPTEMBER 2012

4 OPERATING PROFIT

The operating profit is stated after charging/(crediting).

	2012 £	2011 £
Hire of plant and machinery	1,617,403	1,520,611
Depreciation - owned assets	154,302	227,279
Profit on disposal of fixed assets	(780)	(73,099)
Auditors' remuneration	29,402	23,552
	<u>217,413</u>	<u>145,219</u>
Directors' remuneration	217,413	145,219
Directors' pension contributions to money purchase schemes	52,293	43,690
	<u>52,293</u>	<u>43,690</u>

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

Money purchase schemes	4	4
	<u>4</u>	<u>4</u>

Information regarding the highest paid director for the year ended 30th September 2012 is as follows

	2012 £
Emoluments etc	101,376
	<u>101,376</u>

5 AMOUNTS WRITTEN OFF INVESTMENTS

	2012 £	2011 £
Amounts written off on investments	8,028	-
	<u>8,028</u>	<u>-</u>

6 INTEREST PAYABLE AND SIMILAR CHARGES

	2012 £	2011 £
Bank interest	12,163	10,142
Hire purchase	25,551	45,866
	<u>37,714</u>	<u>56,008</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH SEPTEMBER 2012

7 TAXATION

Analysis of the tax charge

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

	2012 £	2011 £
Current tax		
UK corporation tax	93,553	133,466
Deferred tax	(7,680)	(6,709)
Tax on profit on ordinary activities	<u>85,873</u>	<u>126,757</u>

UK corporation tax has been charged at 24% (2011 - 26%)

Factors affecting the tax charge

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

	2012 £	2011 £
Profit on ordinary activities before tax	<u>319,990</u>	<u>481,257</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 24% (2011 - 26%)	76,798	125,127
Effects of		
Expenses not deductible for tax purposes	5,279	13,155
Capital allowances for period in excess of depreciation	9,171	(7,374)
Short term timing differences	-	7,091
Marginal rate relief	(1,498)	3,917
Effects of changes in tax rate	3,803	(8,450)
Current tax charge	<u>93,553</u>	<u>133,466</u>

8 LOSS OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the profit and loss account of the parent company is not presented as part of these financial statements. The parent company's loss for the financial year was £(50,000) (2011 - £0 profit)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH SEPTEMBER 2012

9 DIVIDENDS

	2012 £	2011 £
Ordinary A shares of £1 each Final	118,875	100,000
Ordinary B shares of £1 each Final	63,069	57,100
Ordinary C shares of £1 each Final	105,540	85,042
	<u>287,484</u>	<u>242,142</u>

10 TANGIBLE FIXED ASSETS

Group

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1st October 2011	900,030	370,739	94,665	1,365,434
Additions	-	41,035	-	41,035
Disposals	(48,750)	-	(11,540)	(60,290)
At 30th September 2012	<u>851,280</u>	<u>411,774</u>	<u>83,125</u>	<u>1,346,179</u>
DEPRECIATION				
At 1st October 2011	490,030	323,782	(14,075)	799,737
Charge for year	126,678	24,024	3,600	154,302
Eliminated on disposal	(44,666)	-	(10,820)	(55,486)
At 30th September 2012	<u>572,042</u>	<u>347,806</u>	<u>(21,295)</u>	<u>898,553</u>
NET BOOK VALUE				
At 30th September 2012	<u>279,238</u>	<u>63,968</u>	<u>104,420</u>	<u>447,626</u>
At 30th September 2011	<u>410,000</u>	<u>46,957</u>	<u>108,740</u>	<u>565,697</u>

Included above are assets held under finance leases or hire purchase contracts with a total net book value of £111,890 (2011 £202,780) and a total depreciation charge of £30,457 (2011 £39,144)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH SEPTEMBER 2012

11 FIXED ASSET INVESTMENTS

Company

	Shares in group undertakings £
COST	
At 1st October 2011	100,100
Additions	500
Disposals	(50,000)
	<hr/>
At 30th September 2012	50,600
	<hr/>
NET BOOK VALUE	
At 30th September 2012	50,600
	<hr/>
At 30th September 2011	100,100
	<hr/>

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

Subsidiaries

Abbey Pynford Foundation Systems Limited

Country of incorporation England and Wales

Nature of business Underpinning and foundation work

	%
Class of shares	holding
Ordinary A	100 00
Ordinary B	100 00

Abbey Pynford Services Limited

Country of incorporation England and Wales

Nature of business Services company

	%
Class of shares	holding
Ordinary A	100 00

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH SEPTEMBER 2012

11 FIXED ASSET INVESTMENTS - continued

During the year, the company disposed of its entire holding of shares in Rapid Installations UK Limited, a company incorporated in England and Wales

The company also holds 100% of the issued share capital in the following subsidiaries

Abbey Pynford Basement Engineering Limited
Abbey Pynford Design and Innovation Limited
Abbey Pynford Foundation Solutions Limited
Abbey Pynford Geo Structural Solutions Limited
Abbey Pynford Underpinning Limited

All of the above subsidiaries were incorporated in England and Wales and were dormant for the year to 30th September 2012

12 STOCKS

	Group	
	2012	2011
	£	£
Stocks	<u>35,182</u>	<u>69,235</u>

13 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Trade debtors	1,379,675	1,654,457	-	-
Amounts owed by group undertakings	-	-	10,701	10,701
Amounts owed by connected company	62,775	22,545	-	-
Amounts recoverable on contract	236,728	657,761	-	-
Other debtors	233,693	273,157	-	-
VAT	11,274	5,521	-	-
Prepayments and accrued income	400,799	804,375	-	-
	<u>2,324,944</u>	<u>3,417,816</u>	<u>10,701</u>	<u>10,701</u>

Abbey Pynford Foundation Systems Limited has a debt purchase agreement with its bankers

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH SEPTEMBER 2012

14 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group	
	2012	2011
	£	£
Bank loans and overdrafts (see note 16)	178,662	381,869
Hire purchase contracts (see note 17)	85,335	81,501
Trade creditors	1,035,358	1,132,600
Amounts owed to connected company	129,183	104,671
Corporation tax	93,553	133,465
Social security and other taxes	290,051	121,995
Other creditors	488,971	750,251
Accruals and deferred income	820,327	875,177
	<u>3,121,440</u>	<u>3,581,529</u>

The invoice discounting agreement is secured by a fixed and floating charge over all of the assets and property of the Abbey Pynford group of companies. The group also has a bank set off agreement, omnibus guarantee and fixed and floating charge.

15 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Hire purchase contracts (see note 17)	4,370	76,596	-	-
Amounts owed to group undertakings	-	-	50,600	50,100
	<u>4,370</u>	<u>76,596</u>	<u>50,600</u>	<u>50,100</u>

16 LOANS

An analysis of the maturity of loans is given below

	Group	
	2012	2011
	£	£
Amounts falling due within one year or on demand		
Bank overdrafts	<u>178,662</u>	<u>381,869</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH SEPTEMBER 2012

17 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS

Group

	Hire purchase contracts	
	2012	2011
	£	£
Net obligations repayable:		
Within one year	85,335	81,501
Between one and five years	4,370	76,596
	<u>89,705</u>	<u>158,097</u>

18 PROVISIONS FOR LIABILITIES

	Group	
	2012	2011
	£	£
Deferred tax	<u>23,868</u>	<u>31,548</u>
Group		
		Deferred tax
		£
Balance at 1st October 2011		31,548
Deferred tax credit in profit and loss account		(7,680)
Balance at 30th September 2012		<u>23,868</u>

The above balance is wholly in relation to accelerated capital allowances

19 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid			2012	2011
Number	Class	Nominal value	£	£
40,000	Ordinary A	£1	40,000	40,000
10,000	Ordinary B	£1	10,000	10,000
5,556	Ordinary C	£1	5,556	5,556
			<u>55,556</u>	<u>55,556</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH SEPTEMBER 2012

19 CALLED UP SHARE CAPITAL - continued

The A, B and C shares rank pari passu except for each class of share which may participate in such dividends as may be declared in the proportions recommended by the directors

At 30 September 2011 the following share options were outstanding in respect of the ordinary shares

Date of grant 17 January 2007

Number of shares 11,112

Period of option See below

Price per share £8.25

The share options granted to A Tear as director of the group up to 11,112 "C" shares under an EMI scheme. These options will only vest on an exit event. The number of options vesting will vary according to the gross proceeds received. Currently there is no intention to dispose of the share capital and therefore no charge has been recognised in the profit and loss account in respect of these options.

20 RESERVES

Group

	Profit and loss account £
At 1st October 2011	896,369
Profit for the year	234,117
Dividends	(287,484)
	<u>843,002</u>
At 30th September 2012	<u>843,002</u>

Company

	Profit and loss account £
At 1st October 2011	5,145
Deficit for the year	(50,000)
	<u>(44,855)</u>
At 30th September 2012	<u>(44,855)</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH SEPTEMBER 2012

21 CONTINGENT LIABILITIES

Substantial insurance cover in respect of professional negligence claims is obtained in the commercial market. Provisions are made for any claims that may become payable where the company has knowledge of circumstances that may give rise to a claim and the facts indicate that a provision would be prudent. Provisions made are net of anticipated recoveries from insurers.

22 RELATED PARTY DISCLOSURES

During the year dividends were paid to the directors as follows

P Kiss £118,875
A Tear £105,540
P Jones £63,069

During the year, the group sold goods and services amounting to £251,935 (2011 £348,632) and made purchases of £1,311,625 (2011 £1,407,690) to Professional Plant Services Limited, a company incorporated in England and Wales in which M Badham is a director. Included within debtors falling due within one year is £40,230 and included within creditors falling due within one year is £129,183 due to Professional Plant Services Limited.

At the balance sheet date, included within debtors due within one year is a balance of £22,545 (2011 £22,545) due from Thomas Taylor Limited, a company in which P Kiss, M Badham and P Jones are directors.

The directors hold the intellectual property rights in regard to the housedeck system and the company is given access and rights for use of the system free of charge except for the development and maintenance costs involved in testing and implementation of it.

The company has an unlimited bank debenture dated 2nd August 2004 and omnibus guarantee and set off agreement with all companies within the group.

23 ULTIMATE CONTROLLING PARTY

P Kiss is interested in 72% of the issued share capital and therefore controls the company.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH SEPTEMBER 2012

24 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group

	2012 £	2011 £
Profit for the financial year	234,117	354,500
Dividends	(287,484)	(242,142)
Net (reduction)/addition to shareholders' funds	(53,367)	112,358
Opening shareholders' funds	951,925	839,567
Closing shareholders' funds	898,558	951,925

Company

	2012 £	2011 £
Loss for the financial year	(50,000)	-
Net (reduction)/addition to shareholders' funds	(50,000)	-
Opening shareholders' funds	60,701	60,701
Closing shareholders' funds	10,701	60,701