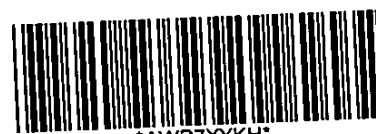


Financial Statements Barton Petroleum (Holdings) Limited

For the year ended 31 March 2011

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Registered number: 5073551

Company Information

Directors	R J Burton D J Burton
Company secretary	L M Burton
Company number	5073551
Registered office	Vaux Road Finedon Road Industrial Estate Wellingborough Northamptonshire NN8 4TG
Auditor	Grant Thornton UK LLP Chartered Accountants & Statutory Auditor Grant Thornton House Kettering Parkway Kettering Venture Park Kettering Northamptonshire NN15 6XR
Bankers	HSBC Bank plc 15 High Street Market Harborough Leicestershire LE16 7NN
Solicitors	Howes Percival LLP Oxford House Cliftonville Northampton Northamptonshire NN1 5PN

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Directors' report

For the year ended 31 March 2011

The directors present their report and the financial statements for the year ended 31 March 2011

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 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 judgments and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group 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 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.

Principal activity

The principal activity of the company is that of a holding company. It did not trade during the year.

The principal activity of the group is in the distribution of petroleum products and related activities.

Business review

The directors are satisfied with the level of operating profit achieved for the financial year in the face of general economic difficulties, and remain optimistic that this level can be maintained in the coming year.

Key performance indicators - financial

The directors' main performance indicator used to manage the critical financial aspects of the business are gross margins, volume turnover, and debtor days.

The gross margin has been stable at 7% despite the continued oil price volatility and trend upwards.

Debtor days are used to assist the careful management of working capital. On a year end count-back basis, this measurement showed that debtor days have shown a slight increase to 34.

Directors' report

For the year ended 31 March 2011

Key performance indicators - non-financial

The directors' main non-financial performance indicators used to manage the business are greenhouse gas emissions and paper waste

The level of greenhouse gases is carefully monitored. Approximately 7.3 tonnes per annum of heating oils are emitted and 345 tonnes of road fuels are utilised.

Of the paper used within the business, 80% is recycled per annum.

Results and dividends

The profit for the year, after taxation, amounted to £469,827 (2010 - £400,955).

Particulars of dividends paid are disclosed in the notes to the accounts.

Directors

The directors who served during the year were

R J Burton
D J Burton

Principal risks and uncertainties

The group uses various financial instruments including cash, trade debtors and trade creditors that arise directly from its operations. The main purpose of these financial instruments is to raise finance for the group's operations. The existence of these financial instruments exposes the group to a number of financial risks which are described in more detail below.

The main risks arising from the group's financial instruments are price risk, liquidity risk and credit risk.

Price risk

The group's exposure to price risk consists mainly of its exposure to movement in oil prices. The risk is managed by daily monitoring of the oil prices from the group's main supplier.

Liquidity risk

The group seeks to manage financial risk by ensuring that sufficient liquidity is available to meet foreseeable needs and to invest cash assets safely and profitably.

Credit risk

The group's principal financial assets are cash and trade debtors.

In order to manage credit risk the directors set limits for customers based on a combination of payment history and third party credit references. Credit limits are reviewed by the credit controller on a regular basis in conjunction with debt aging and collection history.

Directors' report

For the year ended 31 March 2011

Any residual risk is covered by credit insurance

Land and buildings

The directors are of the opinion that in aggregate the market value of the land and buildings is in excess of the book value

Provision of information to auditor

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that

- so far as that director is aware, there is no relevant audit information of which the company and the group's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company and the group's auditor in connection with preparing its report and to establish that the company and the group's auditor is aware of that information

Auditor

Under section 487(2) of the Companies Act 2006, Grant Thornton UK LLP will be deemed to have been reappointed as auditor 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier

This report was approved by the board on 20 October 2011 and signed on its behalf



R J Burton
Director

Independent auditor's report to the members of Barton Petroleum (Holdings) Limited

We have audited the financial statements of Barton Petroleum (Holdings) Limited for the year ended 31 March 2011, which comprise the group Profit and loss Account, the group and company Balance sheets, the group Consolidated cash flow statement, the group Statement of total recognised gains and losses 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 Practice).

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 an Auditor's 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 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 auditor

As explained more fully in the Statement of directors' responsibilities, 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.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and the parent company's affairs as at 31 March 2011 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 Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.



Independent auditor's report to the members of Barton Petroleum (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

Grant Thornton UK LLP

Andrew Dixon (Senior statutory auditor)

for and on behalf of

Grant Thornton UK LLP

Chartered Accountants

Statutory Auditor

Kettering

20 October 2011

Consolidated profit and loss account

For the year ended 31 March 2011

	Note	2011 £	2010 £
Turnover	1,2	71,430,748	61,530,672
Cost of sales		<u>(66,280,747)</u>	<u>(57,002,075)</u>
Gross profit		5,150,001	4,528,597
Distribution costs		(1,808,708)	(1,600,009)
Administrative expenses		(2,474,438)	(2,331,283)
Other operating income	3	<u>3,659</u>	<u>4,150</u>
Operating profit	4	870,514	601,455
Interest receivable and similar income		8,962	9,165
Interest payable and similar charges	8	(3,427)	(12,827)
Other finance costs	9	<u>(15,000)</u>	<u>(17,000)</u>
Profit on ordinary activities before taxation		861,049	580,793
Tax on profit on ordinary activities	10	<u>(391,222)</u>	<u>(179,838)</u>
Profit for the financial year	21	<u>469,827</u>	<u>400,955</u>

All amounts relate to continuing operations

The notes on pages 12 to 28 form part of these financial statements

Barton Petroleum (Holdings) Limited

Statement of total recognised gains and losses

For the year ended 31 March 2011

	Note	2011 £	2010 £
Profit for the financial year		469,827	400,955
Actuarial gain/(loss) related to pension scheme	27	613,000	(414,000)
Deferred tax attributable to actuarial gain	27	159,380	115,920
Pension surplus not recognised	27	(674,000)	-
Total recognised gains and losses relating to the year		568,207	102,875

The notes on pages 12 to 28 form part of these financial statements

Consolidated balance sheet

As at 31 March 2011

	Note	£	2011 £	£	2010 £
Fixed assets					
Intangible assets	11		300,330		323,432
Tangible assets	12		2,412,786		2,613,634
			<u>2,713,116</u>		<u>2,937,066</u>
Current assets					
Stocks	15	1,022,691		789,583	
Debtors	16	8,712,563		7,956,483	
Cash at bank and in hand		4,260,219		4,006,584	
		<u>13,995,473</u>		<u>12,752,650</u>	
Creditors , amounts falling due within one year	17	(9,062,817)		(8,462,515)	
Net current assets			<u>4,932,656</u>		<u>4,290,135</u>
Total assets less current liabilities			<u>7,645,772</u>		<u>7,227,201</u>
Creditors , amounts falling due after more than one year	18		-		(13,239)
Provisions for liabilities					
Deferred tax	19		(45,011)		(51,948)
Net assets excluding pension scheme assets			<u>7,600,761</u>		<u>7,162,014</u>
Defined benefit pension scheme asset	27		39,220		59,760
Net assets including pension scheme assets			<u><u>7,639,981</u></u>		<u><u>7,221,774</u></u>
Capital and reserves					
Called up share capital	20		50		50
Capital redemption reserve	21		50		50
Profit and loss account	21		7,639,881		7,221,674
Shareholders' funds	22		<u><u>7,639,981</u></u>		<u><u>7,221,774</u></u>

Barton Petroleum (Holdings) Limited

REGISTERED NO 5073551

Consolidated balance sheet (continued)

As at 31 March 2011

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 20 October 2011



R J Burton
Director

The notes on pages 12 to 28 form part of these financial statements

Company balance sheet

As at 31 March 2011

	Note	2011 £	2010 £
Fixed assets			
Investments	13	793,780	793,780
Total assets less current liabilities		793,780	793,780
Creditors amounts falling due after more than one year	18	(793,730)	(793,730)
Net assets		50	50
Capital and Reserves			
Called up share capital	20	50	50
Shareholders' funds	22	50	50

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 20 October 2011


R J Burton
Director

The notes on pages 12 to 28 form part of these financial statements

Consolidated cash flow statement

For the year ended 31 March 2011

	Note	2011 £	2010 £
Net cash flow from operating activities	24	724,953	607,631
Returns on investments and servicing of finance	25	5,535	(3,662)
Taxation		(132,748)	(315,852)
Capital expenditure and financial investment	25	(158,967)	(423,610)
Equity dividends paid		(150,000)	(150,000)
Cash inflow/(outflow) before financing		288,773	(285,493)
Financing	25	(39,426)	(209,629)
Increase/(Decrease) in cash in the year		249,347	(495,122)

Reconciliation of net cash flow to movement in net funds/debt

For the year ended 31 March 2011

	2011 £	2010 £
Increase/(Decrease) in cash in the year	249,347	(495,122)
Cash outflow from decrease in debt and lease financing	39,426	209,629
Movement in net debt in the year	288,773	(285,493)
Net funds at 1 April 2010	3,955,809	4,241,302
Net funds at 31 March 2011	4,244,582	3,955,809

The notes on pages 12 to 28 form part of these financial statements

Notes to the financial statements

For the year ended 31 March 2011

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards

1.2 Basis of consolidation

The financial statements consolidate the accounts of Barton Petroleum (Holdings) Limited and all of its subsidiary undertakings ('subsidiaries'). Profits or losses on intra-group transactions are eliminated in full

1.3 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts

Revenue arising from the sale of goods is recognised when significant risks and benefits of ownership of the product have transferred to the purchaser upon shipment of the goods

1.4 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the Profit and loss Account over its estimated economic life

Amortisation is provided at the following rates

Goodwill	- 20 years
----------	------------

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is not charged on freehold land. Depreciation on other tangible fixed assets is provided at rates calculated to write off the cost of those assets, less their estimated residual value, over their expected useful lives on the following bases

Freehold property	- 25 years
L/Term Leasehold Property	- Life of the lease
Plant & machinery	- 2 to 16 years
Motor vehicles	- 4 to 6 years

1.6 Investments

Investments in subsidiaries are valued at cost less provision for impairment

Notes to the financial statements

For the year ended 31 March 2011

1. Accounting policies (continued)

1.7 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. 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 a constant periodic rate of charge on the net obligation outstanding in each period.

1.8 Operating leases

Rentals under operating leases are charged to the Profit and loss Account on a straight line basis over the lease term.

1.9 Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks.

1.10 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

Notes to the financial statements

For the year ended 31 March 2011

1. Accounting policies (continued)

1.11 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year

The company operates a defined benefits pension scheme and the pension charge is based on a full actuarial valuation dated 6 April 2010

The company has applied the amendment to FRS17 Retirement Benefits which is effective for accounting periods commencing on or after 6 April 2007. The amendment to FRS 17 primarily affects disclosures in relation to defined benefit pension schemes. However, for quoted securities the fair value is now taken to be the current bid price rather than the mid market value. The change has affected disclosure only and has not lead to any prior year adjustment

Scheme assets are measured at fair values. Scheme liabilities are measured on an actuarial basis using the projected unit method and are discounted at the appropriate high quality corporate bond rates. The net surplus or deficit, adjusted for deferred tax, is presented separately from other net assets on the balance sheet. A net surplus is recognised only to the extent that it is recoverable by the company

The current service cost and costs from settlements and curtailments are charged against operating profit. Past service costs are spread over the period until the benefit increases vest. Interest charged on scheme liabilities and the expected return on scheme assets are included in other finance costs. Actuarial gains and losses are reported in the statement of total recognised gains and losses

2. Turnover

Turnover is attributable to the principal activity of the group as stated in the Report of the Directors

All turnover arose within the United Kingdom

3. Other operating income

	2011	2010
	£	£
Other operating income	3,659	4,150

Notes to the financial statements

For the year ended 31 March 2011

4. Operating profit

The operating profit is stated after charging

	2011 £	2010 £
Amortisation - intangible fixed assets	23,102	23,102
Depreciation of tangible fixed assets		
- owned by the group	370,455	385,647
- held under finance leases	15,840	20,724
Operating lease rentals		
- other operating leases	49,642	49,463

5. Auditors' remuneration

	2011 £	2010 £
Fees payable to the company's auditor for the audit of the company's annual accounts	5,050	4,750
Fees payable to the company's auditor and its associates in respect of		
Other services supplied pursuant to such legislation	16,600	16,500
Other services relating to taxation	4,450	4,350

6. Staff costs

Staff costs, including directors' remuneration, were as follows

	2011 £	2010 £
Wages and salaries	2,282,163	2,233,723
Social security costs	257,281	233,950
Other pension costs (Note 27)	510,566	328,909
	3,050,010	2,796,582

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

2011 No.	2010 No.
73	75

Notes to the financial statements

For the year ended 31 March 2011

7. Directors' remuneration

	2011	2010
	£	£
Emoluments	128,622	107,145

8. Interest payable

	2011	2010
	£	£
On bank loans and overdrafts	-	564
On finance leases and hire purchase contracts	3,427	12,263
	3,427	12,827

9. Other finance costs

	2011	2010
	£	£
Expected return on pension scheme assets	209,000	152,000
Interest on pension scheme liabilities	(224,000)	(169,000)
	(15,000)	(17,000)

Notes to the financial statements

For the year ended 31 March 2011

10. Taxation

	2011 £	2010 £
Analysis of tax charge in the year		
Current tax (see note below)		
UK corporation tax charge on profit for the year	248,239	132,747
Adjustments in respect of prior periods	-	1,106
Total current tax	248,239	133,853
Deferred tax		
Origination and reversal of timing differences	(7,028)	17,387
Capital allowances	91	-
Under/(over) provision in prior year	-	38
FRS17 deferred tax movement	149,920	28,560
Total deferred tax (see note 19)	142,983	45,985
Tax on profit on ordinary activities	391,222	179,838

Factors affecting tax charge for the year

The tax assessed for the year is higher than (2010 - lower than) the standard rate of corporation tax in the UK of 28% (2010 - 28%) The differences are explained below

	2011 £	2010 £
Profit on ordinary activities before tax	861,049	580,793
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 28% (2010 - 28%)	241,094	162,621
Effects of:		
Expenses not deductible for tax purposes	14,557	30,868
Capital allowances for year in excess of depreciation	3,476	(17,031)
Adjustments to tax charge in respect of prior periods	-	1,106
Adjustment to tax rate	-	(8,897)
Marginal relief	-	(6,114)
Tax credits	(2,206)	-
Defined benefit scheme not taxable	(8,680)	(28,372)
Other differences leading to an increase/(decrease) in the tax charge	(2)	(328)
Current tax charge for the year (see note above)	248,239	133,853

Notes to the financial statements

For the year ended 31 March 2011

11. Intangible fixed assets

	Goodwill £
Group	
Cost	
At 1 April 2010 and 31 March 2011	462,044
Amortisation	
At 1 April 2010	138,612
Charge for the year	23,102
At 31 March 2011	161,714
Net book value	
At 31 March 2011	300,330
At 31 March 2010	323,432

12. Tangible fixed assets

	Freehold property £	L/Term Leasehold Property £	Plant & machinery £	Motor vehicles £	Total £
Group					
Cost					
At 1 April 2010	1,543,584	114,622	959,468	2,782,642	5,400,316
Additions	-	-	25,867	161,152	187,019
Disposals	-	-	-	(238,165)	(238,165)
At 31 March 2011	1,543,584	114,622	985,335	2,705,629	5,349,170
Depreciation					
At 1 April 2010	196,175	88,600	668,793	1,833,114	2,786,682
Charge for the year	23,451	1,764	63,134	297,946	386,295
On disposals	-	-	-	(236,593)	(236,593)
At 31 March 2011	219,626	90,364	731,927	1,894,467	2,936,384
Net book value					
At 31 March 2011	1,323,958	24,258	253,408	811,162	2,412,786
At 31 March 2010	1,347,409	26,022	290,675	949,528	2,613,634

Notes to the financial statements

For the year ended 31 March 2011

12. Tangible fixed assets (continued)

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows

Group	2011 £	2010 £
Motor vehicles	55,832	98,029

Included in land and buildings is freehold land at cost of £609,754 (2010 -£609,754) which is not depreciated

13. Fixed asset investments

Company Cost or valuation	Investments in subsidiary companies £
At 1 April 2010 and 31 March 2011	793,780
Net book value At 31 March 2011	793,780
At 31 March 2010	793,780

14. Principal subsidiaries

Company name	Country	Percentage Shareholding	Description
Barton Petroleum Limited	England and Wales	100	Distribution of petroleum products
F W Abbott Limited	England and Wales	100	Maintenance and repair of commercial vehicles

Notes to the financial statements

For the year ended 31 March 2011

15. Stocks

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Raw materials	23,742	34,045	-	-
Work in progress	28,878	35,075	-	-
Finished goods and goods for resale	970,071	720,463	-	-
	<u>1,022,691</u>	<u>789,583</u>	<u>-</u>	<u>-</u>

16. Debtors

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Trade debtors	8,066,538	7,365,614	-	-
Prepayments and accrued income	646,025	590,869	-	-
	<u>8,712,563</u>	<u>7,956,483</u>	<u>-</u>	<u>-</u>

17. Creditors:

Amounts falling due within one year

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Bank loans and overdrafts	4,288	-	-	-
Trade creditors	8,362,022	7,901,879	-	-
Corporation tax	248,238	132,747	-	-
Social security and other taxes	103,390	128,593	-	-
Net obligations under finance leases and hire purchase contracts	11,349	37,536	-	-
Accruals and deferred income	333,530	261,760	-	-
	<u>9,062,817</u>	<u>8,462,515</u>	<u>-</u>	<u>-</u>

Notes to the financial statements

For the year ended 31 March 2011

18. Creditors:

Amounts falling due after more than one year

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Net obligations under finance leases and hire purchase contracts	-	13,239	-	-
Amounts owed to group undertakings	-	-	793,730	793,730
	-	13,239	793,730	793,730

Obligations under finance leases and hire purchase contracts, included above, are payable as follows

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Between one and five years	-	13,239	-	-

19. Deferred taxation

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
At 1 April 2010	51,948	34,523	-	-
(Released during)/charge for the year	(6,937)	17,425	-	-
At 31 March 2011	45,011	51,948	-	-

The provision for deferred taxation is made up as follows

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Accelerated capital allowances	45,011	51,948	-	-

Notes to the financial statements

For the year ended 31 March 2011

20. Share capital

	2011 £	2010 £
Authorised, allotted, called up and fully paid		
50 Ordinary shares of £1 each	50	50

21. Reserves

Group	Capital redempt'n reserve £	Profit and loss account £
At 1 April 2010	50	7,221,674
Profit for the year		469,827
Dividends Equity capital		(150,000)
Pension reserve movement		98,380
At 31 March 2011	50	7,639,881

Company	Profit and loss account £
Profit for the year	150,000
Dividends Equity capital	(150,000)
At 31 March 2011	-

Notes to the financial statements

For the year ended 31 March 2011

22. Reconciliation of movement in shareholders' funds

	2011	2010
Group	£	£
Opening shareholders' funds	7,221,774	7,268,899
Profit for the year	469,827	400,955
Dividends (Note 23)	(150,000)	(150,000)
Other recognised gains and losses during the year	98,380	(298,080)
	<u>7,639,981</u>	<u>7,221,774</u>
Closing shareholders' funds	<u>7,639,981</u>	<u>7,221,774</u>

	2011	2010
Company	£	£
Opening shareholders' funds	50	50
Profit for the year	150,000	150,000
Dividends (Note 23)	(150,000)	(150,000)
	<u>50</u>	<u>50</u>
Closing shareholders' funds	<u>50</u>	<u>50</u>

The company has taken advantage of the exemption contained within section 408 of the Companies Act 2006 not to present its own Profit and loss Account

The profit for the year dealt with in the accounts of the company was £150,000 (2010 - £150,000)

23. Dividends

	2011	2010
	£	£
Dividends paid on equity capital	<u>150,000</u>	<u>150,000</u>

Notes to the financial statements

For the year ended 31 March 2011

24. Net cash flow from operating activities

	2011 £	2010 £
Operating profit	870,514	601,455
Amortisation of intangible fixed assets	23,102	23,102
Depreciation of tangible fixed assets	386,295	406,371
Profit on disposal of tangible fixed assets	(26,480)	(15,428)
Increase in stocks	(233,108)	(104,405)
Increase in debtors	(756,078)	(2,254,050)
Increase in creditors	506,708	2,069,586
Decrease in net pension assets/liabilities	(46,000)	(119,000)
Net cash inflow from operating activities	724,953	607,631

25. Analysis of cash flows for headings netted in cash flow statement

	2011 £	2010 £
Returns on investments and servicing of finance		
Interest received	8,962	9,165
Interest paid	-	(564)
Hire purchase interest	(3,427)	(12,263)
Net cash inflow/(outflow) from returns on investments and servicing of finance	5,535	(3,662)
	2011 £	2010 £
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(187,019)	(522,497)
Sale of tangible fixed assets	28,052	98,887
Net cash outflow from capital expenditure	(158,967)	(423,610)
	2011 £	2010 £
Financing		
Repayment of finance leases	(39,426)	(209,629)

Notes to the financial statements

For the year ended 31 March 2011

26. Analysis of changes in net debt

	1 April 2010	Cash flow	Other non-cash changes	31 March 2011
	£	£	£	£
Cash at bank and in hand	4,006,584	253,635	-	4,260,219
Bank overdraft	-	(4,288)	-	(4,288)
	<u>4,006,584</u>	<u>249,347</u>	<u>-</u>	<u>4,255,931</u>
Debt:				
Finance leases	(50,775)	39,426	-	(11,349)
Net funds	<u>3,955,809</u>	<u>288,773</u>	<u>-</u>	<u>4,244,582</u>

27. Pension commitments

The group operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund.

The group operates a Defined benefit pension scheme.

Pension contributions are determined by a qualified actuary on the basis of triennial valuations using the projected unit method. A full actuarial valuation was carried out at 6 April 2010 and updated at 31 March 2011.

Benefits are payable based on final pensionable pay. The assets of the scheme are administered by trustees in a fund independent from the assets of the company.

The amounts recognised in the Balance sheet are as follows:

	2011 £	2010 £
Present value of funded obligations	(3,668,000)	(3,895,000)
Fair value of scheme assets	<u>4,395,000</u>	<u>3,978,000</u>
Surplus in scheme	727,000	83,000
Surplus not recognised	<u>(674,000)</u>	<u>-</u>
Surplus included in balance sheet	53,000	83,000
Related deferred tax asset	<u>(13,780)</u>	<u>(23,240)</u>
Net asset	<u>39,220</u>	<u>59,760</u>

Notes to the financial statements

For the year ended 31 March 2011

27. Pension commitments (continued)

The amounts recognised in profit or loss are as follows

	2011 £	2010 £
Current service cost	(250,000)	(176,000)
Interest on obligation	(224,000)	(169,000)
Expected return on scheme assets	209,000	152,000
Total	(265,000)	(193,000)
Actual return on scheme assets	(143,000)	(856,000)

Changes in the present value of the defined benefit obligation are as follows

	2011 £	2010 £
Opening defined benefit obligation	3,895,000	2,469,000
Current service cost	250,000	176,000
Interest cost	224,000	169,000
Actuarial gains/(losses)	(679,000)	1,118,000
Benefits paid	(22,000)	(37,000)
Closing defined benefit obligation	3,668,000	3,895,000

Changes in the fair value of scheme assets are as follows

	2011 £	2010 £
Opening fair value of scheme assets	3,978,000	2,864,000
Expected return	209,000	152,000
Actuarial gains and (losses)	(66,000)	704,000
Contributions by employer	296,000	295,000
Benefits paid	(22,000)	(37,000)
	4,395,000	3,978,000

The cumulative amount of actuarial gains and losses recognised in the Statement of total recognised gains and losses was £19,920 (2010 - £78,460)

The group expects to contribute £225,000 to its Defined benefit pension scheme in 2012

Notes to the financial statements

For the year ended 31 March 2011

27. Pension commitments (continued)

The major categories of scheme assets as a percentage of total scheme assets are as follows

	2011	2010
Equities and properties	47.00 %	46.00 %
Bonds	47.00 %	54.00 %
Cash	6.00 %	- %

Principal actuarial assumptions at the Balance sheet date (expressed as weighted averages)

	2011	2010
Discount rate at 31 March	5.60 %	5.60 %
Expected return on scheme assets at 31 March	5.10 %	5.10 %
Future salary increases	4.50 %	4.70 %
Future pension increases	3.00 %	3.70 %
Inflation assumption	3.50 %	3.70 %
Consumer price inflation	2.80 %	- %

The post retirement mortality assumptions used to value the benefit obligation at 31 March 2011 and 31 March 2010 are based on the S1PMA and S1PFA YOB table with a current year of use. Under this table the future life expectancies are 22.1 years for a male at age 65 and 24.2 years for a female at age 65 at this time.

Amounts for the current and previous four periods are as follows

Defined benefit pension schemes

	2011 £	2010 £	2009 £	2008 £	2007 £
Defined benefit obligation	(3,668,000)	(3,895,000)	(2,469,000)	(2,962,000)	(2,701,000)
Scheme assets	4,395,000	3,978,000	2,864,000	2,822,000	2,592,000
Surplus/(deficit)	727,000	83,000	395,000	(140,000)	(109,000)
Experience adjustments on scheme liabilities	337,000	9,000	80,000	(148,000)	195,000
Experience adjustments on scheme assets	(66,000)	704,000	(671,000)	(342,000)	105,000

The Barton Petroleum Limited Retirement Benefits Scheme was closed to future accrual of benefits from 30 June 2011.

Notes to the financial statements

For the year ended 31 March 2011

28. Operating lease commitments

At 31 March 2011 the Group had annual commitments under non-cancellable operating leases as follows

	Land and buildings	
	2011	2010
Group	£	£
Expiry date:		
After more than 5 years	41,480	41,480