

A. & B. Glass Company Limited

Report and consolidated Financial Statements

Year Ended

30 April 2013



Company Registration Number 1543721

A. & B. GLASS COMPANY LIMITED

Annual report and financial statements for the year ended 30 April 2013

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Directors

D F Barrett
S D Stone
P B McManus

Company number

1543721

Registered office

Addison Road
Chilton Industrial Estate
Sudbury
Suffolk
CO10 2YW

Auditor

Baker Tilly UK Audit LLP
Abbotsgate House
Hollow Road
Bury St Edmunds
Suffolk
IP32 7FA

A. & B. GLASS COMPANY LIMITED

Report of the directors for the year ended 30 April 2013

The directors present their report and group financial statements of A & B Glass Company Limited for the year ended 30 April 2013

Principal activities

The company's and group's main activity continues to be the manufacture, installation and maintenance of PVC-U windows, doors and conservatories

Review of the business

Further to the structural changes made in 2011/2012, the group has continued to develop the trade, new build and commercial divisions. The results shown in the attached profit and loss account reflect this development in a difficult economic environment.

The directors are pleased to report a 5.5% increase in turnover, and although gross profit margins have dropped from 27.8% to 24.1% a 9% drop in overheads has resulted in a small increase in operating profit compared to 2012.

Business environment

The year 2013/2014 continues to be tough for both the industry and the economy. Although not immune to the challenges brought about by the general economic environment, the changes to the group detailed above are expected to put the group on a secure long-term footing and in an ideal position to take advantage of any future upturn in the economy.

Strategy

The group intends to optimise its production capacity by concentrating on developing New Build and Commercial sales and by acquisitions to gain market share. Maintaining flexible production is regarded as paramount in satisfying the intended market.

Future outlook

The trend towards consolidation continues with a continuing fall out of the very small businesses and supply-only manufacturers. A trend towards other factors (e.g. environmental, service back up, style, etc) is continuing to have a significant impact on buying decisions, although price competition (particularly in the group's Commercial division) continues to be a major factor.

A. & B. GLASS COMPANY LIMITED

Report of the directors for the year ended 30 April 2013 (Continued)

Principal risks and uncertainties

The directors have considered the principal risks and uncertainties during the coming year, many of which are driven by factors which cannot be controlled or which are difficult to predict

The key business risks affecting the group are considered to be

- The UK economy continues to be the dominant risk factor to the performance of the business in the next year
- The Budget cuts have also affected the commercial sector, although this looks to be at least partially offset by government attempts to stimulate the residential housing market

The directors will closely monitor the impact of these and the risk factors below and will take swift and decisive strategic action should the need arise

Price Risk

The Group is exposed to commodity price risk as a result of its purchasing requirements. The Directors continually monitor prices and, where appropriate take action to fix prices

Credit Risk

The Group has implemented policies that require appropriate credit checks on potential customers. This credit risk is then managed on a proactive basis through the sales process through to debt collection and recovery

Liquidity/Cashflow Risk

The Group manages net cash inflows generated by its operations as part of its banking arrangements

Key performance indicators

The directors consider that the key financial indicators of the business are turnover, gross profit, operating profit and bank loans and overdraft. In the difficult trading conditions the directors are satisfied with the groups performance in relation to the key performance indicators

The indicators and comparisons with 2012 may be summarised as follows

	2013 £000s	2012 £000s
Turnover	36,886	34,951
Gross Profit	8,903	9,749
Operating Profit	509	500
Net bank borrowings	2,893	1,712

An important non-financial KPI is the reportable accidents per employee, there were nil in the current year (2012 nil)

A. & B. GLASS COMPANY LIMITED

Report of the directors for the year ended 30 April 2013 (Continued)

Results and dividends

The results for the group for the year are set out on page 7

Dividends of £Nil (2012 £5,833,343) were paid in the current year

Employee involvement and disabled persons

The Group actively encourages employee involvement in the business. There are regular board, management and staff meetings to ensure employees are kept abreast of strategy, performance and future developments, ensuring the flow of information throughout the business.

The group is an equal opportunity employer and is committed to ensuring no employee or applicant is treated less favourably on grounds of age, race, religion, gender, ethnic origin, disability or sexual orientation.

The group continues to support the employment of disabled persons, wherever practicable, and to ensure that they share in the training, career development and promotion opportunities available to all employees.

Directors

The following directors have held office since 1 May 2012

D F Barrett
S D Stone
P B McManus

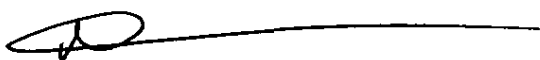
Auditor

The auditor, Baker Tilly UK Audit LLP, has indicated its willingness to continue in office.

Statement as to disclosure of information to auditor

The directors who were in office on the date of approval of these financial statements have confirmed, as far as they are aware, that there is no relevant audit information of which the auditor is unaware. Each of the directors has confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

On behalf of the Board



D F Barrett
Director

25/02/2014

A. & B. GLASS COMPANY LIMITED

Directors' responsibilities in the preparation of financial statements

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 group and the company and of the profit or loss of the group for that period. In preparing those financial statements, the directors are required to

- a select suitable accounting policies and then apply them consistently,
- b make judgements and accounting estimates that are reasonable and prudent,
- c state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- d prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group and the company will continue in business

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

A. & B. GLASS COMPANY LIMITED

Independent auditor's report to the members of A. & B. Glass Company Limited

We have audited the group and parent company financial statements on pages 7 to 26 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 the member 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 more fully explained in the Directors' Responsibilities Statement set out on page 5, 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 (APB's) Ethical Standards for Auditors

Scope of the audit

A description of the scope of an audit of financial statements is provided on the APB's website at [http://www.frc.org.uk/Our-Work/Codes-Standards/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Scope-of-audit/UK-Private-Sector-Entity-\(issued-1-December-2010\).aspx](http://www.frc.org.uk/Our-Work/Codes-Standards/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Scope-of-audit/UK-Private-Sector-Entity-(issued-1-December-2010).aspx)

Opinion on the financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and parent company's affairs as at 30 April 2013 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 matters 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

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

Baker Tilly UK Audit LLP

PETER HOWARD (Senior Statutory Auditor)

For and on behalf of BAKER TILLY UK AUDIT LLP, Statutory Auditor

Chartered Accountants

Abbotsgate House

Hollow Road, Bury St Edmunds

Suffolk, IP32 7FA

27/02/14

A. & B. GLASS COMPANY LIMITED**Consolidated profit and loss account for the year ended 30 April 2013**

	Note	2013 £	2012 £
Turnover	2	36,885,882	34,951,339
Cost of sales		<u>(27,983,298)</u>	<u>(25,202,437)</u>
Gross profit		8,902,584	9,748,902
Other operating expenses		<u>(8,393,412)</u>	<u>(9,248,710)</u>
Operating profit		509,172	500,192
Redundancy	3	(33,760)	(18,896)
Related party loans waived	3	-	1,238,669
Impairment of goodwill	3	-	(821,268)
Investment income	4	-	126
Interest payable	5	<u>(110,436)</u>	<u>(137,449)</u>
Profit on ordinary activities before taxation	6	364,976	761,374
Taxation	9	<u>(70,230)</u>	<u>(182,600)</u>
Profit for the financial year after taxation	20,21	<u>294,746</u>	<u>578,774</u>

Turnover and operating profit are derived from the group's continuing operations

There were no recognised gains and losses other than those passing through the profit and loss account

There was no material difference between the historical cost profit and the profit on ordinary activities

The notes on pages 11 to 26 form part of these financial statements

A. & B. GLASS COMPANY LIMITED**Consolidated balance sheet at 30 April 2013**

Company registration number. 1543721

	Note	2013		2012	
		£	£	£	£
Fixed assets					
Intangible assets	10	942,727		1,037,939	
Tangible assets	11	1,628,881		1,749,031	
		<u>2,571,608</u>		<u>2,786,970</u>	
Current assets					
Stocks	13	1,433,067		1,196,301	
Debtors	14	10,296,893		7,523,969	
Cash at bank and in hand		44,991		518,141	
		<u>11,774,951</u>		<u>9,238,411</u>	
Creditors: amounts falling due within one year	15	<u>(9,163,994)</u>		<u>(7,140,583)</u>	
Net current assets		<u>2,610,957</u>		<u>2,097,828</u>	
Total assets less current liabilities		<u>5,182,565</u>		<u>4,884,798</u>	
Creditors: amounts falling due after more than one year	16	(296,958)		(178,692)	
Provision for liabilities	17	(298,139)		(413,384)	
Net assets		<u>4,587,468</u>		<u>4,292,722</u>	
Capital and reserves					
Called up share capital	19	74		74	
Other reserve	20	26		26	
Profit and loss account	20	4,587,368		4,292,622	
Shareholder's funds	21	<u>4,587,468</u>		<u>4,292,722</u>	

The notes on pages 11 to 26 form part of these financial statements

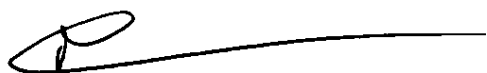
A. & B. GLASS COMPANY LIMITED

Company balance sheet at 30 April 2013

Company registration number: 1543721

	Note	2013 £	2012 £
Fixed assets			
Intangible assets	10	-	-
Tangible assets	11	1,343,996	1,453,840
Investments	12	1,448,869	1,448,869
		<u>2,792,865</u>	<u>2,902,709</u>
Current assets			
Stocks	13	783,374	707,313
Debtors	14	8,549,333	6,102,314
Cash at bank and in hand		40,831	342,349
		<u>9,373,538</u>	<u>7,151,976</u>
Creditors: amounts falling due within one year	15	<u>(6,980,789)</u>	<u>(5,012,688)</u>
Net current assets		<u>2,392,749</u>	<u>2,139,288</u>
Total assets less current liabilities		<u>5,185,614</u>	<u>5,041,997</u>
Creditors: amounts falling due after more than one year	16	(208,639)	(178,692)
Provision for liabilities	17	(278,543)	(371,317)
Net assets		<u>4,698,432</u>	<u>4,491,988</u>
Capital and reserves			
Called up share capital	19	74	74
Other reserves	20	26	26
Profit and loss account	20	4,698,332	4,491,888
Shareholder's funds	21	<u>4,698,432</u>	<u>4,491,988</u>

The financial statements on pages 7 to 26 were approved by the Board of directors and authorised for issue on 25/02/ 2014 and are signed on its behalf by



D F Barrett
Director

The notes on pages 11 to 26 form part of these financial statements

A. & B. GLASS COMPANY LIMITED

Consolidated cash flow statement for the year ended 30 April 2013

	Notes	2013 £	2013 £	2012 £	2012 £
Net cash (outflow)/inflow from operating activities	27		(301,732)		851,730
Returns on investments and servicing of finance					
Interest received		-		126	
Interest paid		(84,731)		(111,220)	
Hire purchase interest paid		(25,705)		(26,229)	
Net cash outflow from returns on investments and servicing of finance			(110,436)		(137,323)
Taxation					
Corporation tax paid			(547,695)		(48,352)
Capital expenditure and financial investment					
Purchase of fixed assets		(65,820)		(180,562)	
Sale of fixed assets		10,184		6,249,386	
Net cash (outflow)/inflow from capital expenditure and financial investment			(55,636)		6,068,824
Dividends paid			-		(5,833,343)
Cash (outflow)/inflow before financing			(1,015,499)		901,536
Financing					
Capital element of hire purchase payments	28	(165,227)		(224,782)	
Loans repaid	28	-		(2,169,074)	
Net cash outflow from financing			(165,227)		(2,393,856)
Decrease in cash in year	28,29		(1,180,726)		(1,492,320)

A. & B. GLASS COMPANY LIMITED

Notes forming part of the financial statements for the year ended 30 April 2013

1 Accounting policies

Basis of Accounting

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

Basis of consolidation

The consolidated financial statements incorporate those of A & B Glass Company Limited and all of its subsidiaries. Subsidiaries are consolidated using the acquisition method. Their results are incorporated from the date that control passes. The difference between the cost of acquisition of shares in subsidiaries and the fair value of net assets acquired is capitalised as purchased goodwill and amortised through the profit and loss account. As permitted by s408 of the Companies Act 2006, the company has not presented its own profit and loss account.

Going concern

The directors consider it appropriate to prepare the accounts on a going concern basis, as there are no material uncertainties related to events or conditions that may cast significant doubt about the ability of the group to continue as a going concern.

Turnover

Turnover is recognised at the fair value of the consideration received or receivable for the sale of goods and/or services in the ordinary nature of the business. Turnover is recognised when goods have been delivered and, where applicable, installed.

Goodwill

Goodwill, representing the excess of the purchase price compared with the fair value of assets acquired, is capitalised and written off over 5 years in respect of the Fineline trade, and over 20 years in respect of the trade of John Fredericks Plastics Limited and Asset Manufacturing Limited as, in the opinion of the directors, these represent the periods over which the goodwill will be effective.

Tangible fixed assets and depreciation

Fixed assets are stated at historical cost less depreciation and any provision for impairment.

Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value over its expected useful life, as follows:

Freehold buildings improvements	5% straight line
Plant and machinery	10% straight line and 15 - 25% reducing balance
Fixtures, fittings and equipment	15% reducing balance and 20% straight line
Motor vehicles	25% reducing balance

Impairments

Fixed assets are reviewed for impairment if events or changes in circumstances indicate that the carrying amount may not be recoverable.

A. & B. GLASS COMPANY LIMITED

Notes forming part of the financial statements for the year ended 30 April 2013 (*Continued*)

1 Accounting policies (*Continued*)

Hire purchase commitments

Where assets are financed by hire purchase agreements the assets are treated as if they had been purchased outright. The corresponding hire purchase commitments are shown as net obligations under the hire purchase contracts.

Hire purchase payments are treated as consisting of capital and interest elements, and the interest is charged to the profit and loss account in proportion to the remaining balance outstanding.

All other leases are "operating leases" and the annual rentals are charged to the profit and loss account on a straight line basis over the lease term.

Investments

Fixed asset investments are stated at cost less provision for diminution in value.

Stocks and work in progress

Stocks and work in progress are valued at the lower of cost and net realisable value. Cost of finished goods and work in progress includes overheads appropriate to the stage of manufacture. Net realisable value is based upon estimated selling price less further costs expected to be incurred in completion and disposal. Provision is made for obsolete and slow-moving items.

Retirement benefits

The group operates a defined contribution scheme and contributes to a Directors' Personal Pension Scheme. The assets of these schemes are held separately from the group in independently administered funds. Pension costs are charged to the profit and loss account in the year in which they become payable.

Retentions

Retentions on contracts are brought to account as profit when the contract is completed and invoiced, although they do not become receivable until after the retention period, which is usually not more than twelve months.

Deferred taxation

Deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the group and company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the period in which timing differences are expected to reverse, based on the tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

A. & B. GLASS COMPANY LIMITED

Notes forming part of the financial statements for the year ended 30 April 2013 (*Continued*)

1 Accounting policies (*Continued*)

Warranty provision

Provision is made for liabilities arising in respect of expected warranty claims on warranties provided in conjunction with the sale of goods. The provision is based on expected costs to be incurred over the next 10 years based on previous warranty claims.

2 Turnover

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

3 Exceptional items reported after operating profit

Severance payments and redundancy costs of £33,760 (2012 £18,896) were made in respect of employees as a result of the restructuring of the group. The corporation tax charge for the year has been reduced by £8,075 (2012 £4,882) in respect of these exceptional items.

During the previous year related party loans owed by the group of £1,463,669 were written off. In addition related party loans due to the group of £225,000 were written-off. As the loan balances were between associated companies for tax purposes, the loan write offs were neither taxable nor tax deductible in the relevant companies.

During the previous year the goodwill, of £821,268, in respect of Coastal Windows Limited was written off following a review, post management buy-out, of the remaining useful economic life. No tax relief was available in respect of this expense.

4 Investment income

	2013 £	2012 £
Bank interest	-	126

A. & B. GLASS COMPANY LIMITED

Notes forming part of the financial statements for the year ended 30 April 2013 (*Continued*)

5 Interest payable

	2013 £	2012 £
On bank loans and overdrafts	84,731	111,220
Hire purchase interest	25,705	26,229
	<u>110,436</u>	<u>137,449</u>

6 Profit on ordinary activities before taxation

	2013 £	2012 £
Profit is stated after charging/(crediting)		
Amortisation of intangible assets	95,212	131,662
Impairment of intangible assets	-	821,268
Depreciation of tangible assets – owned	322,743	429,230
Depreciation of tangible assets – held under hire purchase contracts	109,339	173,649
Profit on disposal of tangible assets	(2,446)	(108,136)
Operating lease rentals – other	674,177	646,449
Auditor's remuneration		
- statutory audit of parent and consolidated accounts	16,125	20,500
- audit of subsidiaries	12,875	15,500
<i>Other services relating to taxation</i>		
- Compliance services	6,000	8,445
- Advisory services	4,595	40,840
- Other services	-	1,960
	<u></u>	<u></u>

7 Directors' emoluments

	2013 £	2012 £
Emoluments	302,480	254,356
Group pension contributions to money purchase schemes	6,995	52,000
	<u>309,475</u>	<u>306,356</u>
The number of directors for whom retirement benefits are accruing under the money purchase scheme was	<u>3</u>	<u>3</u>
Emoluments disclosed above include the following amounts paid to the highest paid director		
Emoluments	<u>110,331</u>	<u>122,423</u>

A. & B. GLASS COMPANY LIMITED

Notes forming part of the financial statements for the year ended 30 April 2013 (*Continued*)

8 Employees

Number of employees

The average monthly number of persons (including directors) during the year was

	2013 No.	2012 No
Production and administration	<u>357</u>	<u>341</u>

Employment costs

	2013 £	2012 £
Wages and salaries	8,097,841	7,855,742
Social security costs	774,811	740,859
Other pension costs	45,585	98,097
Redundancy and compensation for loss of office	33,760	18,896
	<u>8,951,997</u>	<u>8,713,594</u>

A. & B. GLASS COMPANY LIMITED**Notes forming part of the financial statements for the year ended 30 April 2013 (Continued)****9 Taxation**

	2013 £	2012 £
UK Corporation tax		
Current tax on profit of the period	155,797	257,354
Adjustment for prior years	(26,537)	-
Current tax charge	129,260	257,354
Deferred tax		
Origination and reversal of timing differences	(59,030)	(74,754)
Tax on profit on ordinary activities	70,230	182,600
Factors affecting the tax charge for the year		
The tax assessed for the year is different to that calculated at the standard rate of corporation tax as explained below		
Profit on ordinary activities before taxation	364,976	761,374
 Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 23.92% (2012 – 25.8%)	 87,303	 196,709
Effects of		
Non deductible expenses	28,767	266,649
Depreciation in advance of capital allowances	43,147	83,397
Non-taxable income	-	(320,023)
Adjustments to previous periods	(26,537)	-
Small companies relief	(3,588)	-
Capital Gain	-	30,622
	41,789	60,645
Current tax charge	129,092	257,354

A. & B. GLASS COMPANY LIMITED**Notes forming part of the financial statements for the year ended 30 April 2013 (Continued)****10 Intangible fixed assets**

Group	Goodwill £
<i>Cost</i>	
At 1 May 2012 and at 30 April 2013	<u>2,515,708</u>
<i>Amortisation</i>	
At 1 May 2012	1,477,769
Charge for the year	95,212
At 30 April 2013	<u>1,572,981</u>
<i>Net book value</i>	
At 30 April 2013	<u>942,727</u>
 At 30 April 2012	<u> 1,037,939</u>
 Company	 Goodwill £
<i>Cost</i>	
At 1 May 2012 and at 30 April 2013	<u>1,202,947</u>
<i>Amortisation</i>	
At 1 May 2012 and at 30 April 2013	<u>1,202,947</u>
<i>Net book value</i>	
At 30 April 2012 and at 30 April 2013	<u>-</u>

A. & B. GLASS COMPANY LIMITED

Notes forming part of the financial statements for the year ended 30 April 2013 (*Continued*)

11 Tangible fixed assets

Group	Land and buildings improvements £	Plant and machinery £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
<i>Cost</i>					
At 1 May 2012	238,615	6,465,068	827,256	1,113,299	8,644,238
Additions	-	43,884	12,370	263,416	319,670
Disposals	-	-	-	(55,432)	(55,432)
At 30 April 2013	238,615	6,508,952	839,626	1,321,283	8,908,476
<i>Depreciation</i>					
At 1 May 2012	154,859	5,278,281	759,510	702,557	6,895,207
On disposals	-	-	-	(47,694)	(47,694)
Charge for the year	18,356	249,234	17,994	146,498	432,082
At 30 April 2013	173,215	5,527,515	777,504	801,361	7,279,595
<i>Net book value</i>					
At 30 April 2013	65,400	981,437	62,122	519,922	1,628,881
At 30 April 2012	83,756	1,186,787	67,746	410,742	1,749,031

Included above are assets held under hire purchase contracts as follows:

	Plant and machinery £	Motor vehicles £	Total £
<i>Net book values</i>			
At 30 April 2013	451,862	458,817	910,679
At 30 April 2012	373,369	237,752	611,121
<i>Depreciation charge for the year</i>			
At 30 April 2013	40,810	68,529	109,339
At 30 April 2012	111,105	62,544	173,649

A. & B. GLASS COMPANY LIMITED

Notes forming part of the financial statements for the year ended 30 April 2013 (*Continued*)

11 Tangible fixed assets (*continued*)

Company	Land and buildings improvements £	Plant and machinery £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
<i>Cost</i>					
At 1 May 2012	238,615	4,031,152	242,928	781,418	5,294,113
Additions	-	20,789	12,370	135,816	168,975
Disposals	-	-	-	(55,432)	(55,432)
At 30 April 2013	238,615	4,051,941	255,298	861,802	5,407,656
<i>Depreciation</i>					
At 1 May 2012	154,859	3,036,971	184,037	464,406	3,840,273
On disposals	-	-	-	(47,694)	(47,694)
Charge for the year	18,356	151,672	12,949	88,104	271,081
At 30 April 2013	173,215	3,188,643	196,986	504,816	4,063,660
<i>Net book value</i>					
At 30 April 2013	65,400	863,298	58,312	356,986	1,343,996
At 30 April 2012	83,756	994,181	58,891	317,012	1,453,840

Included above are assets held under hire purchase contracts as follows

	Plant and machinery £	Motor vehicles £	Total £
<i>Net book values</i>			
At 30 April 2013	451,862	362,742	814,604
At 30 April 2012	272,069	199,863	471,932
<i>Depreciation charge for the year</i>			
At 30 April 2013	40,810	60,022	100,832
At 30 April 2012	40,530	30,068	70,598

A. & B. GLASS COMPANY LIMITED

Notes forming part of the financial statements for the year ended 30 April 2013 (*Continued*)

12 Fixed assets investments

Company	Shares in subsidiary undertakings £
<i>Cost</i>	
At 1 May 2012 and at 30 April 2013	<u>3,022,284</u>
<i>Provisions for diminution in value</i>	
At 1 May 2012 and at 30 April 2013	<u>1,573,415</u>
<i>Net book value</i>	
At 30 April 2013	<u>1,448,869</u>
At 30 April 2012	<u>1,448,869</u>

The company held more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held Class	%
<i>Subsidiary undertakings</i>			
Asset Manufacturing Limited	England and Wales	Ordinary	100 00
A & B Glass Properties Limited	England and Wales	Ordinary	100 00
Coastal Windows Limited	England and Wales	Ordinary	100 00
Coastal Limited	England and Wales	Ordinary	100 00
John Fredericks Plastics Limited	England and Wales	Ordinary	100 00

The principal activity of John Fredericks Plastics Limited is that of the manufacture and distribution of double glazed UPVC doors, windows and conservatories. All other subsidiary undertakings listed above have not traded throughout the year.

13 Stocks and work in progress

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Raw materials	909,251	836,996	552,906	551,721
Work in progress	386,235	207,292	125,490	132,265
Finished goods and goods for resale	137,581	152,013	104,978	23,327
	<u>1,433,067</u>	<u>1,196,301</u>	<u>783,374</u>	<u>707,313</u>

A. & B. GLASS COMPANY LIMITEDNotes forming part of the financial statements for the year ended 30 April 2013 *(Continued)***14 Debtors**

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Trade debtors	8,283,276	6,640,883	6,603,387	5,283,310
Amounts owed by parent company	1,178,291	402,500	1,178,291	402,500
Other debtors	151,955	198,468	151,953	198,468
Prepayments and accrued income	683,371	282,118	615,702	218,036
	<u>10,296,893</u>	<u>7,523,969</u>	<u>8,549,333</u>	<u>6,102,314</u>

15 Creditors: amounts falling due within one year

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Bank loans and overdraft	2,937,955	2,230,379	2,376,202	1,830,435
Net obligations under hire purchase contracts	112,872	142,515	92,193	125,285
Trade creditors	4,422,546	2,758,246	3,125,941	1,823,278
Amounts owed to subsidiary undertakings	-	-	496,823	206,412
Corporation tax	371,776	790,211	159,204	362,055
Other taxes and social security costs	609,183	477,290	348,570	203,934
Other creditors	8,275	35,646	8,276	35,646
Accruals and deferred income	701,387	706,296	373,580	425,643
	<u>9,163,994</u>	<u>7,140,583</u>	<u>6,980,789</u>	<u>5,012,688</u>

The bank loan and overdraft is secured by a fixed and floating charge over all assets and undertakings of A & B Glass Company Limited. Obligations under hire purchase contracts are secured on the underlying assets.

A. & B. GLASS COMPANY LIMITED

Notes forming part of the financial statements for the year ended 30 April 2013 (*Continued*)

16 Creditors: amounts falling due after more than one year

	Group 2013 £	2012 £	Company 2013 £	2012 £
Net obligations under hire purchase contracts	<u>296,958</u>	<u>178,692</u>	<u>208,639</u>	<u>178,692</u>

Net obligations under hire purchase contracts

	Group 2013 £	2012 £	Company 2013 £	2012 £
Repayable within one year	112,872	142,515	92,193	125,285
Repayable between two and five years	<u>296,958</u>	<u>178,692</u>	<u>208,639</u>	<u>178,692</u>
	<u>409,830</u>	<u>321,207</u>	<u>300,832</u>	<u>303,977</u>

17 Provisions for liabilities and charges

	← Deferred tax liability £	Group Other provision £	→ Total £	← Deferred tax liability £	Company Other provision £	→ Total £
Balance at 1 May 2012	185,495	227,889	413,384	175,176	196,141	371,317
Profit and loss account transfer	(59,030)	(56,215)	(115,245)	(36,550)	(56,224)	(92,774)
At 30 April 2013	<u>126,465</u>	<u>171,674</u>	<u>298,139</u>	<u>138,626</u>	<u>139,917</u>	<u>278,543</u>

Other provision includes warranty provision of £31,757 (2012 £77,889) in respect of the group and £Nil (2012 £46,141) in respect of the company which relates to potential costs under a warranty on products. The provision is based on expected costs to be incurred based on previous warranty claims. Other provision, both group and company, also includes an amount of £139,917 (2012 £150,000) in respect of dilapidation costs in relation to a leasehold property.

The deferred tax liability relates to accelerated capital allowances.

18 Pension costs

Defined contribution	2013 £	2012 £
Contributions payable by the group for the year	<u>45,585</u>	<u>98,097</u>

A. & B. GLASS COMPANY LIMITED

Notes forming part of the financial statements for the year ended 30 April 2013 (*Continued*)

19 Share capital

	2013 £	2012 £
<i>Authorised</i>		
100 Ordinary of £1 each	<u>100</u>	<u>100</u>
<i>Allotted, called up and fully paid</i>		
74 Ordinary of £1 each	<u>74</u>	<u>74</u>
<i>Equity shares</i>		
74 Ordinary of £1 each	<u>74</u>	<u>74</u>

20 Reserves

	Group £	Company £
Capital redemption reserve		
At 1 May 2012 and at 30 April 2013	<u>26</u>	<u>26</u>
Profit and loss account		
At 1 May 2012	4,292,622	4,491,888
Profit for the year	<u>294,746</u>	<u>206,444</u>
At 30 April 2013	<u>4,587,368</u>	<u>4,698,332</u>

21 Reconciliation of movements in shareholder's funds

	Group		Company	
	2013 £	2012 £	2013 £	2012 £
Dividend Paid	-	(5,833,343)	-	(5,833,343)
Profit for the year	294,746	578,774	206,444	2,077,790
Opening shareholder's funds	<u>4,292,722</u>	<u>9,547,291</u>	<u>4,491,988</u>	<u>8,247,541</u>
Closing shareholder's funds	<u>4,587,468</u>	<u>4,292,722</u>	<u>4,698,432</u>	<u>4,491,988</u>

A. & B. GLASS COMPANY LIMITED

Notes forming part of the financial statements for the year ended 30 April 2013 (*Continued*)

22 Financial commitments

At 30 April 2013 the group and company were committed to making the following annual payments under non-cancellable operating leases in the period to 30 April 2014

	Group Land and buildings		Group Other	
	2013 £	2012 £	2013 £	2012 £
Operating leases which expire				
Within one year	195,000	-	63,425	16,973
Between two and five years	-	282,500	119,349	76,195
In over five years	531,000	520,000	-	-

	Company Land and buildings		Company Other	
	2013 £	2012 £	2013 £	2012 £
Operating leases which expire				
Within one year	195,000	-	-	-
Between two and five years	-	282,500	53,262	76,195
In over five years	361,000	350,000	-	-

23 Capital commitments

Group and Company

At 30 April 2013 the group and company had capital commitments as follows

	2013 £	2012 £
Contracted for but not provided in the financial statements	53,262	-

24 Ultimate parent company and ultimate controlling party

The company's immediate parent company is A & B Glass Holding Company Limited. The company's ultimate parent company is SDSDAB Limited and is the smallest and largest group for which consolidated accounts including A & B Glass Company Limited are prepared. The consolidated accounts for SDSDAB Limited are available from Companies House.

The directors consider the ultimate controlling party to be D F Barrett, a director and the majority shareholder in SDSDAB Limited.

A. & B. GLASS COMPANY LIMITED

Notes forming part of the financial statements for the year ended 30 April 2013 (*Continued*)

25 Related party transactions

The company has taken advantage of exemptions available under FRS8 from the disclosure of transactions with group companies where consolidated accounts have been prepared

26 Dividends

	2013 £	2012 £
Ordinary		
Interim paid - £NIL (2012 - £78,828 96) per share	-	5,833,343

27 Reconciliation of operating profit to net cash (outflow)/inflow from operating activities

	2013 £	2012 £
Operating profit	509,172	500,192
Exceptional costs	(33,760)	(18,896)
Depreciation	432,082	602,879
Amortisation	95,212	131,662
Profit on sale of fixed assets	(2,446)	(108,136)
(Increase)/decrease in stocks	(236,766)	390,119
(Increase)/decrease in debtors	(2,772,924)	(5,544)
Increase/(decrease) in creditors	1,763,913	(686,691)
(Increase)/decrease in provisions	(56,215)	46,145
Net cash (outflow)/inflow from operating activities	(301,732)	851,730

A. & B. GLASS COMPANY LIMITEDNotes forming part of the financial statements for the year ended 30 April 2013 *(Continued)***28 Analysis of net debt**

	At 1 May 2012 £	Cashflow £	Non-cash movements £	At 30 April 2013 £
Cash at bank and in hand	518,141	(473,150)	-	44,991
Overdraft	(2,230,379)	(707,576)	-	(2,937,955)
	<u>(1,712,238)</u>	<u>(1,180,726)</u>	<u>-</u>	<u>(2,892,964)</u>
Hire purchase	(321,207)	165,227	(253,850)	(409,830)
	<u>(2,033,445)</u>	<u>(1,015,499)</u>	<u>(253,850)</u>	<u>(3,302,794)</u>

29 Reconciliation of net cashflow to movement in net debt

	2013 £	2012 £
Decrease in cash in the year	(1,180,726)	(1,492,320)
Cash outflow from changes in net debt	165,227	2,393,856
Non cash movements	(253,850)	1,237,244
	<u>(1,269,349)</u>	<u>2,138,780</u>
Opening net debt	(2,033,445)	(4,172,225)
Net debt at end of year	<u>(3,302,794)</u>	<u>(2,033,445)</u>