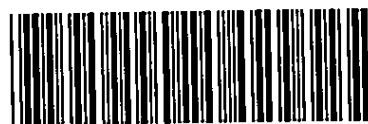


BELTON MASSEY LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2012

WEDNESDAY



A29VEDYX

A19

05/06/2013

#312

COMPANIES HOUSE

BELTON MASSEY LIMITED

COMPANY INFORMATION

Directors

JS Massey
TJJ Massey
SM Massey
PA Fox
JMW Blinston

Registered number

01673421

Registered office

Reed Mill
Sheepbridge Lane
Mansfield
Nottingham
NG18 5DL

Independent auditors

Cooper Parry Group Limited
Chartered Accountants & Statutory Auditor
14 Park Row
Nottingham
NG1 6GR

BELTON MASSEY LIMITED

CONTENTS

	Page
Directors' report	1 - 2
Independent auditors' report	3 - 4
Profit and loss account	5
Balance sheet	6
Cash flow statement	7
Notes to the financial statements	8 - 20

BELTON MASSEY LIMITED

DIRECTORS' REPORT for the year ended 30 September 2012

The directors present their report and the financial statements for the year ended 30 September 2012

Directors' responsibilities statement

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

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

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

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

Principal activities

The company's principal activities in the year were the manufacture of catalytic converters and the retail distribution of tyres and exhaust systems.

Business review

We aim to present a balanced and comprehensive review of the development and performance of our business during the year and its position at the year end. Our review is consistent with the size and non-complex nature of our business and is written in the context of the risks and uncertainties we face.

The company's main activities continue to be the manufacture of catalytic converters. Turnover has increased during the year in all areas of our business particularly into Europe. The main sales focus will continue to be increased turnover in Europe on the back of our comprehensive range of homologated products.

Overall turnover has increased by 6.3% from £19.2million in 2011 to £20.4million in 2012 and this in line with our expectations.

The operating profit has decreased from £1.1m in 2011 to £705k in 2012 and the profit before tax has decreased from £889k to £459k.

Results and dividends

The profit for the year, after taxation, amounted to £352,843 (2011 - £825,877).

The directors do not recommend the payment of a dividend (2011 - £nil).

Directors

The directors who served during the year are noted on the company information page.

BELTON MASSEY LIMITED

DIRECTORS' REPORT for the year ended 30 September 2012

Principal risks and uncertainties

During the financial year ending 30 September 2013 the company should build on the continued profitability. This will be achieved by continual development of the product range.

The company has transactional currency exposures arising from purchases with suppliers in currencies other than their functional currency. This is mitigated by formal buying practices and the use of agreed forward currency rates to reduce exposure on transactions where appropriate.

The company's exposure to interest rates is mitigated by the review of existing products and understanding the impact of potential changes in interest rates.

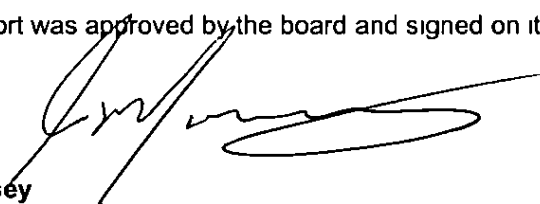
The company has a cash-flow risk which is mitigated by a strong relationship with the bank and careful stock control. The directors have also undertaken a review of the business and have banking facilities which mean that the company is well placed within the current market place and the directors are confident going forward.

Provision of information to auditors

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's auditors are 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's auditors in connection with preparing their report and to establish that the company's auditors are aware of that information.

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



JS Massey
Director

Date 11 April 2013

BELTON MASSEY LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BELTON MASSEY LIMITED

We have audited the financial statements of Belton Massey Limited for the year ended 30 September 2012, set out on pages 5 to 20. 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 Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company 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 Directors' responsibilities statement, 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 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 Directors' report 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 company's affairs as at 30 September 2012 and of its 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.

BELTON MASSEY LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BELTON MASSEY 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, or returns adequate for our audit have not been received from branches not visited by us, or
- the 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

Cooper Parry Group Limited

Richard Jones (Senior statutory auditor)

for and on behalf of

Cooper Parry Group Limited

Chartered Accountants

Statutory Auditor

Nottingham

11 April 2013

BELTON MASSEY LIMITED

PROFIT AND LOSS ACCOUNT for the year ended 30 September 2012

	Note	2012 £	2011 £
Turnover	1,2	20,410,231	19,197,517
Cost of sales		(16,022,544)	(14,384,070)
Gross profit		4,387,687	4,813,447
Administrative expenses		(3,681,737)	(3,673,831)
Operating profit	3	705,950	1,139,616
Interest payable and similar charges	6	(247,003)	(250,365)
Profit on ordinary activities before taxation		458,947	889,251
Tax on profit on ordinary activities	7	(106,104)	(63,374)
Profit for the financial year		352,843	825,877

All amounts relate to continuing operations

There were no recognised gains and losses for 2012 or 2011 other than those included in the profit and loss account

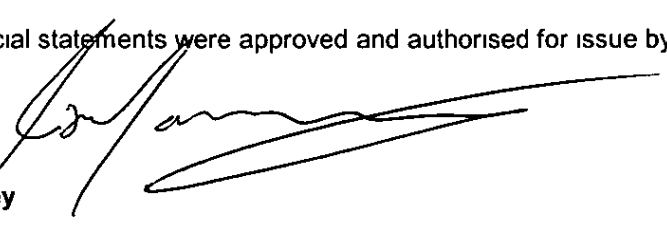
The notes on pages 8 to 20 form part of these financial statements

BELTON MASSEY LIMITED
Registered number: 01673421

BALANCE SHEET
as at 30 September 2012

	Note	£	2012 £	£	2011 £
Fixed assets					
Tangible assets	8		6,250,190		6,025,653
Investments	9		1		1
			<u>6,250,191</u>		<u>6,025,654</u>
Current assets					
Stocks	10	4,459,565		4,308,204	
Debtors	11	6,391,596		5,569,445	
Cash at bank and in hand		723,216		255,745	
		<u>11,574,377</u>		<u>10,133,394</u>	
Creditors amounts falling due within one year	12	(9,845,222)		(8,218,926)	
Net current assets			<u>1,729,155</u>		<u>1,914,468</u>
Total assets less current liabilities			<u>7,979,346</u>		<u>7,940,122</u>
Creditors , amounts falling due after more than one year	13		(2,963,967)		(3,277,457)
Provisions for liabilities					
Deferred tax	14		(174,483)		(174,612)
Net assets			<u><u>4,840,896</u></u>		<u><u>4,488,053</u></u>
Capital and reserves					
Called up share capital	15		1,000		1,000
Profit and loss account	16		<u>4,839,896</u>		<u>4,487,053</u>
Shareholders' funds	17		<u><u>4,840,896</u></u>		<u><u>4,488,053</u></u>

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


JS Massey
Director

Date 11 April 2013

The notes on pages 8 to 20 form part of these financial statements

BELTON MASSEY LIMITED

CASH FLOW STATEMENT
for the year ended 30 September 2012

	Note	2012 £	2011 £
Net cash flow from operating activities	18	842,064	1,308,467
Returns on investments and servicing of finance	19	(247,003)	(250,365)
Taxation		(69,564)	(178,577)
Capital expenditure and financial investment	19	(442,619)	(624,967)
Acquisitions and disposals	19	-	(1)
Cash inflow before financing		82,878	254,557
Financing	19	(499,864)	(480,006)
Decrease in cash in the year		(416,986)	(225,449)

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT
for the year ended 30 September 2012

	2012 £	2011 £
Decrease in cash in the year	(416,986)	(225,449)
Cash outflow/(inflow) from decrease in debt and lease financing	499,864	480,006
Change in net debt resulting from cash flows	82,878	254,557
New finance lease	(308,050)	(245,371)
Movement in net debt in the year	(225,172)	9,186
Net debt at 1 October 2011	(7,590,267)	(7,599,453)
Net debt at 30 September 2012	(7,815,439)	(7,590,267)

The notes on pages 8 to 20 form part of these financial statements

BELTON MASSEY LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 September 2012

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

Group accounts have not been prepared as all of the company's subsidiaries are permitted to be excluded from group accounts by virtue of sections 402 and 405 of the Companies Act 2006. These financial statements therefore present information about the company as an individual undertaking and not about its group.

1.2 Turnover

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

1.3 Tangible fixed assets and depreciation

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

Freehold property	-	2% reducing balance
Plant and machinery	-	15% reducing balance / 33 3% straight line
Motor vehicles	-	20% reducing balance
Fixtures and fittings	-	15% reducing balance / 30% straight line

1.4 Investments

Investments held as fixed assets are shown at cost less provision for impairment.

1.5 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.

1.6 Operating leases

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

1.7 Stocks

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

BELTON MASSEY LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 September 2012

1 Accounting policies (continued)

1 8 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

1 9 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction

Exchange gains and losses are recognised in the profit and loss account

1.10 Government grants

Government grants relating to tangible fixed assets are treated as deferred income and released to the profit and loss account over the expected useful lives of the assets concerned. Other grants are credited to the profit and loss account as the related expenditure is incurred

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

2 Turnover

The whole of the turnover is attributable to the company's principal activities

A geographical analysis of turnover is as follows

	2012 £	2011 £
United Kingdom	13,257,788	12,384,236
European Union	6,554,614	6,335,605
Rest of World	597,829	477,676
	<u>20,410,231</u>	<u>19,197,517</u>

BELTON MASSEY LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 September 2012

3. Operating profit

The operating profit is stated after charging/(crediting)

	2012 £	2011 £
Depreciation of tangible fixed assets		
- owned by the company	452,882	341,616
- held under finance leases	70,940	123,613
Auditors' remuneration	18,250	17,500
Operating lease rentals		
- other operating leases	46,680	47,538
Foreign exchange loss	23,533	2,325
Grant income	(66,000)	(66,000)
	<u> </u>	<u> </u>

4 Staff costs

Staff costs, including directors' remuneration, were as follows

	2012 £	2011 £
Wages and salaries	3,588,905	3,589,388
Social security costs	319,615	314,467
Other pension costs	46,978	48,987
	<u> </u>	<u> </u>
	<u>3,955,498</u>	<u>3,952,842</u>

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

	2012 No	2011 No
Directors	5	5
Production	172	172
Office and administration	31	32
	<u> </u>	<u> </u>
	<u>208</u>	<u>209</u>

BELTON MASSEY LIMITED

NOTES TO THE FINANCIAL STATEMENTS **for the year ended 30 September 2012**

5 Directors' remuneration

	2012	2011
	£	£
Emoluments	<u>397,588</u>	<u>375,582</u>
Company pension contributions to defined contribution pension schemes	<u>46,978</u>	<u>48,987</u>

During the year retirement benefits were accruing to 2 directors (2011 - 2) in respect of defined contribution pension schemes

The highest paid director received remuneration of £107,766 (2011 - £95,529)

6. Interest payable

	2012	2011
	£	£
On bank loans and overdrafts	127,876	146,687
On finance leases and hire purchase contracts	11,321	28,503
Invoice discounting interest	107,806	75,175
	<u>247,003</u>	<u>250,365</u>

BELTON MASSEY LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 September 2012

7 Taxation

	2012 £	2011 £
Analysis of tax charge in the year		
Current tax (see note below)		
UK corporation tax charge on profit for the year	106,829	70,160
Adjustments in respect of prior periods	(596)	(12,026)
Total current tax	<u>106,233</u>	<u>58,134</u>
Deferred tax (see note 14)		
Origination and reversal of timing differences	(129)	5,240
Tax on profit on ordinary activities	<u><u>106,104</u></u>	<u><u>63,374</u></u>

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2011 lower than) the standard rate of corporation tax in the UK of 24% (2011 26%). The differences are explained below

	2012 £	2011 £
Profit on ordinary activities before tax	<u>458,947</u>	<u>889,251</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 24% (2011 26%)	110,147	231,205
Effects of:		
Expenses not deductible for tax purposes	(1,165)	(3,018)
Difference between depreciation and capital allowances	11,481	(8,171)
Other timing differences	(5,605)	(6,072)
Small companies marginal relief	(12,770)	(19,004)
Adjustments to tax charge in respect of prior periods	(596)	(12,026)
Property partnership loss	-	(154,594)
Impairment in respect of property partnership	-	26,520
Tax rate adjustment	4,741	3,294
Current tax charge for the year (see note above)	<u><u>106,233</u></u>	<u><u>58,134</u></u>

BELTON MASSEY LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 September 2012

8 Tangible fixed assets

	Freehold property £	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
Cost					
At 1 October 2011	4,438,810	3,313,619	271,999	683,813	8,708,241
Additions	132,061	513,069	38,566	74,423	758,119
Disposals	-	(22,843)	(15,179)	-	(38,022)
At 30 September 2012	4,570,871	3,803,845	295,386	758,236	9,428,338
Depreciation					
At 1 October 2011	315,614	1,789,807	141,681	435,486	2,682,588
Charge for the year	84,688	327,955	30,861	80,318	523,822
On disposals	-	(18,911)	(9,351)	-	(28,262)
At 30 September 2012	400,302	2,098,851	163,191	515,804	3,178,148
Net book value					
At 30 September 2012	4,170,569	1,704,994	132,195	242,432	6,250,190
At 30 September 2011	4,123,196	1,523,812	130,318	248,327	6,025,653

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

	2012 £	2011 £
Freehold property	81,085	82,739
Plant and machinery	670,320	669,672
Motor vehicles	38,555	34,830
Furniture and fittings	53,165	11,482
	<u>843,125</u>	<u>798,723</u>

BELTON MASSEY LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 September 2012

9. Fixed asset investments

	Investments in subsidiary companies £	Other fixed asset investments £	Total £
Cost			
At 1 October 2011 and 30 September 2012	3	172,000	172,003
Impairment			
At 1 October 2011 and 30 September 2012	2	172,000	172,002
Net book value			
At 30 September 2012	1	-	1
At 30 September 2011	1	-	1

Subsidiary undertakings

The following were subsidiary undertakings of the company

Name	Class of shares	Holding
BM Catalysts Limited	Ordinary	100 %
Euroflo Manufacturing Services Limited	Ordinary	100 %

Name	Business	Registered office
BM Catalysts Limited	Dormant	England and Wales

The aggregate of the share capital and reserves as at 30 September 2012 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows

Name	Aggregate of share capital and reserves £	Profit/(loss) £
BM Catalysts Limited	2	-
Euroflo Manufacturing Services Limited	1	-

Other investments

Other investments represent an investment in Dean Street Productions Film Partnership No 5 GP, a film production partnership and an investment in Integrated Planning Opportunities No 7 LLP. Given the significant uncertainty over the extent of any future returns, full provision has been made against the carrying value of the investment.

BELTON MASSEY LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 September 2012

10 Stocks

	2012 £	2011 £
Finished goods and goods for resale	4,459,565	4,308,204

11. Debtors

	2012 £	2011 £
Trade debtors	5,764,043	5,238,407
Other debtors	85,318	25,149
Prepayments and accrued income	542,235	305,889
	<u>6,391,596</u>	<u>5,569,445</u>

Amounts included within trade debtors at the year end that are subject to debt factoring arrangements total £4,138,904 (2011 £5,063,949)

12 Creditors

Amounts falling due within one year

	2012 £	2011 £
Bank loans and overdrafts	1,169,441	810,327
Advances under invoice discounting arrangements	4,138,904	3,563,442
Net obligations under finance leases and hire purchase contracts	266,343	194,786
Trade creditors	2,772,492	2,040,816
Corporation tax	106,829	70,160
Social security and other taxes	65,401	107,016
Other creditors	436,689	406,736
Accruals and deferred income	889,123	1,025,643
	<u>9,845,222</u>	<u>8,218,926</u>

The bank loans and overdrafts are secured by a first legal mortgage over the freehold property known as Reed Mill, Sheepbridge Lane, Mansfield, along with a fixed and floating legal charge over all current and future assets of the company

Security is also provided by means of a first legal charge over premises at Herbert Street, Mansfield owned by JS Massey and life assurance policies against the directors. The mortgage is secured by a first legal charge over the freehold property known as Fulwood Rise, Huthwaite

The bank overdraft bears interest at 2.8% above base rate up to the agreed lending limit and 3.8% thereafter

The bank loan bears interest at 1.5% over LIBOR. The EFG loan bears interest at 2.55% over LIBOR. The mortgage bears interest at 1.95% over LIBOR

Advances in respect of an invoice discounting arrangement are secured upon the trade debtors to which they relate and interest is charged at 2.25% above base rate

BELTON MASSEY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 September 2012**

13 Creditors
Amounts falling due after more than one year

	2012	2011
	£	£
Bank loans	2,665,749	2,933,293
Net obligations under finance leases and hire purchase contracts	298,218	344,164
	<u>2,963,967</u>	<u>3,277,457</u>

Creditors include amounts not wholly repayable within 5 years as follows

	2012	2011
	£	£
Repayable by instalments	<u>1,747,305</u>	<u>1,896,630</u>

The bank loan not wholly repayable within five years carries variable interest at a rate 1.5% over LIBOR. The loan is repayable in instalments throughout the borrowing period.

The EFG loan not wholly repayable within five years carries variable interest at a rate 2.55% over LIBOR. The loan is repayable in instalments throughout the borrowing period.

The mortgage not wholly repayable within five years carries variable interest at a rate 1.95% over LIBOR. The loan is repayable in instalments throughout the borrowing period.

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

	2012	2011
	£	£
Between one and five years	<u>298,218</u>	<u>344,164</u>

Obligations under finance leases and hire purchase contracts are secured against the assets to which they relate.

14 Deferred taxation

	2012	2011
	£	£
At beginning of year	174,612	169,372
Profit and loss account	(129)	5,240
At end of year	<u>174,483</u>	<u>174,612</u>

The provision for deferred taxation is made up as follows

	2012	2011
	£	£
Accelerated capital allowances	188,027	195,164
Other timing differences	(13,544)	(20,552)
	<u>174,483</u>	<u>174,612</u>

BELTON MASSEY LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 September 2012

15. Share capital

	2012	2011
	£	£
Allotted, called up and fully paid		
840 Ordinary shares of £1 each	840	840
10 A (Non voting) Ordinary shares of £1 each	10	10
50 B (Non voting) Ordinary shares of £1 each	50	50
50 C (Non voting) Ordinary shares of £1 each	50	50
50 D (Non voting) Ordinary shares of £1 each	50	50
	1,000	1,000

16 Reserves

	Profit and loss account
	£
At 1 October 2011	4,487,053
Profit for the year	352,843
At 30 September 2012	4,839,896

17 Reconciliation of movement in shareholders' funds

	2012	2011
	£	£
Opening shareholders' funds	4,488,053	3,662,176
Profit for the year	352,843	825,877
Closing shareholders' funds	4,840,896	4,488,053

18 Net cash flow from operating activities

	2012	2011
	£	£
Operating profit	705,950	1,139,616
Depreciation of tangible fixed assets	523,822	465,229
Impairment of fixed asset investments	-	102,000
Loss on disposal of tangible fixed assets	2,310	-
Increase in stocks	(151,361)	(27,398)
(Increase)/decrease in debtors	(822,151)	161,652
Increase/(decrease) in creditors	583,494	(532,632)
Net cash inflow from operating activities	842,064	1,308,467

BELTON MASSEY LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 September 2012

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

	2012	2011
	£	£
Returns on investments and servicing of finance		
Interest paid	(235,682)	(221,862)
Hire purchase interest	(11,321)	(28,503)
Net cash outflow from returns on investments and servicing of finance	(247,003)	(250,365)
	2012	2011
	£	£
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(450,069)	(522,967)
Sale of tangible fixed assets	7,450	-
Purchase of unlisted and other investments	-	(102,000)
Net cash outflow from capital expenditure	(442,619)	(624,967)
	2012	2011
	£	£
Acquisitions and disposals		
Purchase of fixed asset investments	-	(1)
	2012	2011
	£	£
Financing		
Repayment of loans	(217,425)	(184,394)
Repayment of finance leases	(282,439)	(295,612)
Net cash outflow from financing	(499,864)	(480,006)

BELTON MASSEY LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 September 2012

20. Analysis of changes in net debt

	1 October 2011 £	Cash flow £	Other non-cash changes £	30 September 2012 £
Cash at bank and in hand	255,745	467,471	-	723,216
Bank overdraft	(604,652)	(308,995)	-	(913,647)
Advances under invoice discounting arrangements	(3,563,442)	(575,462)	-	(4,138,904)
	<u>(3,912,349)</u>	<u>(416,986)</u>	<u>-</u>	<u>(4,329,335)</u>
Debt:				
Finance leases	(538,950)	282,439	(308,050)	(564,561)
Debts due within one year	(205,675)	217,425	(267,544)	(255,794)
Debts falling due after more than one year	(2,933,293)	-	267,544	(2,665,749)
	<u>(7,590,267)</u>	<u>82,878</u>	<u>(308,050)</u>	<u>(7,815,439)</u>
Net debt	<u>(7,590,267)</u>	<u>82,878</u>	<u>(308,050)</u>	<u>(7,815,439)</u>

21. Major non-cash transactions

Non-cash movements relate to reclassification of debt from greater than one year to less than one year

22. Capital commitments

At 30 September 2012 the company had capital commitments as follows

	2012 £	2011 £
Contracted for but not provided in these financial statements	<u>-</u>	<u>135,585</u>

23. Pension commitments

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension charge represents contributions payable by the company to the fund and amounted to £46,978 (2011 £48,987).

24. Operating lease commitments

At 30 September 2012 the company had annual commitments under non-cancellable operating leases as follows

	Land and buildings 2012 £	2011 £
Expiry date:		
Between 2 and 5 years	<u>47,538</u>	<u>47,538</u>

BELTON MASSEY LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 September 2012

25 Transactions with directors

At 30 September 2012 the company owed £32,737 (2011 £19,262) to TJ Massey in respect of his directors loan account. No interest is charged.

At 30 September 2012 the company owed £18,252 (2011 was owed £41,521) by JS Massey on his directors loan account. No interest is charged.

The Herbert Street depot used by the company is owned by JS Massey. No rent is charged to Belton Massey Limited for use of the premises. The commercial rent value is £8,000.

26 Controlling party

During the year the company was controlled by the directors.