Company Registration No. 02321021 (England and Wales)

GEMACO HOLDINGS LIMITED

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2012

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COMPANIES HOUSE

HILLOSBORNE

CHARTERED ACCOUNTANTS & BUSINESS ADVISERS

GEMACO HOLDINGS LIMITED

DIRECTORS AND ADVISERS

Directors	P Lodge A Lodge
Secretary	Mrs Y Lodge
Company number	02321021
Registered office	32-40 Harwell Road, Nuffield Industrial Estate Poole Dorset BH17 0GE
Registered auditors	Hill Osborne Ltd Tower House Parkstone Road Poole Dorset BH15 2JH
Business address	32-40 Harwell Road, Nuffield Industrial Estate Poole Dorset BH17 0GE

GEMACO HOLDINGS LIMITED

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GEMACO HOLDINGS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2012

The directors present their report and financial statements for the year ended 31 December 2012

Principal activities and review of the business
The principal activity of the group continued to be that of cable manufacture and the letting of industrial properties

Review of business
The results for the year and the financial position at the year end were considered satisfactory by the directors who expect continued growth in the foreseeable future

The key business risks and uncertainties are challenges from competitors and retention of key employees

The commercial environment is expected to be challenging for the year ahead, but the directors are confident that the present level of activity can be maintained

The key performance indicators are as follows -

	2012	2011
	£	£
Turnover	3,782,466	3,305,236
Profit before tax	684,337	613,806
	%	%
Gross profit margin	39 11	38 31
Net profit margin	18 09	18 57

Results and dividends
The consolidated profit and loss account for the year is set out on page 5
No dividends will be distributed for the year ended 31 December 2012

Directors
The following directors have held office since 1 January 2012

P Lodge
A Lodge

Auditors
In accordance with the Company's Articles, a resolution proposing that Hill Osborne Ltd be reappointed as auditors of the company will be put to the Annual General Meeting

GEMACO HOLDINGS LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2012

Statement of directors' responsibilities

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

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

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- 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

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the group's auditors are unaware Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the group's auditors are aware of that information

On behalf of the board

A Lodge
Director
25/9/13

GEMACO HOLDINGS LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF GEMACO HOLDINGS LIMITED

We have audited the group and parent company financial statements (the "financial statements") of Gemaco Holdings Limited for the year ended 31 December 2012 set out on pages 5 to 24 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 set out on pages 1 - 2, 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 Annual 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

GEMACO HOLDINGS LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF GEMACO HOLDINGS LIMITED

Basis for qualified opinion on financial statements

The group has a policy of revaluation of its land and buildings The last valuation took place in 2009 The timing of this valuation is not in accordance with FRS15 and is now out of date Any surplus or deficit arising from a revaluation would increase or decrease the amounts shown in the balance sheet for land and buildings and would be credited or charged to the revaluation reserve Any deficit in excess of the revaluation reserve would be charged to the profit and loss account

Qualified opinion arising from disagreement about accounting treatment

In our opinion, except for the effects for the matter described in the Basis for Qualified Opinion paragraph, the financial statements

- give a true and fair view of the state of the group's and parent company's affairs as at 31 December 2012 and of the group's profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the 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

A.R Hill BSc (Econ) FCA (Senior Statutory Auditor)
for and on behalf of Hill Osborne Ltd

27-9-2013

Chartered Accountants
Statutory Auditor

Tower House
Parkstone Road
Poole
Dorset
BH15 2JH

GEMACO HOLDINGS LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2012

	Notes	2012 £	2011 £
Turnover	2	3,782,466	3,305,236
Cost of sales		(2,303,046)	(2,038,886)
Gross profit		1,479,420	1,266,350
Administrative expenses		(724,741)	(577,844)
Other operating income		-	1,800
Operating profit	3	754,679	690,306
Interest payable and similar charges	4	(70,342)	(76,500)
Profit on ordinary activities before taxation		684,337	613,806
Tax on profit on ordinary activities	5	(119,786)	(128,626)
Profit on ordinary activities after taxation		564,551	485,180

The profit and loss account has been prepared on the basis that all operations are continuing operations

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

GEMACO HOLDINGS LIMITED

BALANCE SHEETS

AS AT 31 DECEMBER 2012

	Notes	Group 2012 £	Group 2011 £	Company 2012 £	Company 2011 £
Fixed assets					
Intangible assets	7	281,635	205,236	-	-
Tangible assets	8 and 9	3,701,790	3,402,189	3,490,893	3,234,202
Investments	10	-	-	102	102
		3,983,425	3,607,425	3,490,995	3,234,304
Current assets					
Stocks	11	946,400	850,190	-	-
Debtors	12	1,349,280	1,419,068	1,038,689	962,523
Cash at bank and in hand		24,000	288	-	-
		2,319,680	2,269,546	1,038,689	962,523
Creditors: amounts falling due within one year	13	(1,537,297)	(1,415,165)	(864,053)	(541,210)
Net current assets		782,383	854,381	174,636	421,313
Total assets less current liabilities		4,765,808	4,461,806	3,665,631	3,655,617
Creditors: amounts falling due after more than one year	14	(946,894)	(1,207,520)	(908,766)	(1,179,127)
Provisions for liabilities	15	(5,472)	(5,397)	-	-
		3,813,442	3,248,889	2,756,865	2,476,490
Capital and reserves					
Called up share capital	16	4,500	4,500	4,500	4,500
Share premium account	17	70,000	70,000	70,000	70,000
Revaluation reserve	17	1,576,177	1,576,177	1,576,177	1,576,177
Profit and loss account	17	2,162,765	1,598,212	1,106,188	825,813
Shareholders' funds	18	3,813,442	3,248,889	2,756,865	2,476,490

Approved by the Board and authorised for issue on 25/9/13

A Lodge
Director

P Lodge
Director

Company Registration No. 02321021

GEMACO HOLDINGS LIMITED

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2012

	£	2012 £	£	2011 £
Net cash inflow from operating activities		836,812		628,805
Returns on investments and servicing of finance				
Interest paid	(70,342)		(76,500)	
Net cash outflow for returns on investments and servicing of finance		(70,342)		(76,500)
Taxation		(144,306)		(43,552)
Capital expenditure				
Payments to acquire intangible assets	(87,811)		(55,215)	
Payments to acquire tangible assets	(375,910)		(226,847)	
Net cash outflow for capital expenditure		(463,721)		(282,062)
Acquisitions and disposals				
Purchase of subsidiary undertakings (net of cash acquired)	(31,869)		-	
Net cash outflow for acquisitions and disposals		(31,869)		-
Net cash inflow before management of liquid resources and financing		126,574		226,691
Repayment of long term bank loan	(226,287)		(280,300)	
Capital element of hire purchase contracts	30,735		537	
Decrease in debt		(195,552)		(279,763)
Decrease in cash during the year		(68,978)		(53,072)

GEMACO HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2012

1	**Reconciliation of operating profit to net cash inflow from operating activities**	**2012**	**2011**
		£	**£**
	Operating profit	754,679	690,306
	Depreciation of tangible assets	92,474	76,760
	Amortisation of intangible assets	(48,643)	-
	Loss on disposal of tangible assets	-	224
	Increase in stocks	(84,210)	(154,636)
	Decrease/(increase) in debtors	223,242	(236,162)
	(Decrease)/increase in creditors within one year	(100,730)	252,313
	Net cash inflow from operating activities	836,812	628,805

2	**Analysis of net debt**	**1 January 2012**	**Cash flow**	**Other non-cash changes**	**31 December 2012**
		£	**£**	**£**	**£**
	Net cash				
	Cash at bank and in hand	288	23,712	-	24,000
	Bank overdrafts	(90,190)	(92,690)	-	(182,880)
		(89,902)	(68,978)	-	(158,880)
	Finance leases	(51,083)	(30,735)	-	(81,818)
	Debts falling due within one year	(241,478)	(44,074)	-	(285,552)
	Debts falling due after one year	(1,179,127)	270,361	-	(908,766)
		(1,471,688)	195,552	-	(1,276,136)
	Net debt	(1,561,590)	126,574	-	(1,435,016)

3	**Reconciliation of net cash flow to movement in net debt**	**2012**	**2011**
		£	**£**
	Decrease in cash in the year	(68,978)	(53,072)
	Cash outflow from decrease in debt	195,552	279,763
	Movement in net debt in the year	126,574	226,691
	Opening net debt	(1,561,590)	(1,788,281)
	Closing net debt	(1,435,016)	(1,561,590)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2012

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings

1 2 Changes in accounting policies

The freehold land and buildings have not been revalued this year The directors have therefore failed in this respect to comply with that part of FRS 15

1.3 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

1 4 Basis of consolidation

The consolidated profit and loss account and balance sheet include the financial statements of the company and its subsidiary undertakings made up to 31 December 2012 The results of subsidiaries sold or acquired are included in the profit and loss account up to, or from the date control passes Intra-group sales and profits are eliminated fully on consolidation

1 5 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts

1 6 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life

1.7 Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred Development expenditure is written off in the same way unless the directors are satisfied as to the technical, commercial and financial viability of individual projects In this situation, the expenditure is deferred and amortised over the period during which the company is expected to benefit

1.8 Tangible fixed assets and depreciation

Tangible fixed assets include investment properties professionally valued by the directors on an existing use open market value basis Other tangible fixed assets other than freehold land are stated at cost or valuation less depreciation Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows

Land and buildings Freehold	2% straight line
Land and buildings Leasehold	10 years straight line
Plant and machinery	25% reducing balance
Fixtures, fittings & equipment	25% reducing balance
Motor vehicles	25% reducing balance

1 Accounting policies **(continued)**

Investment properties are included in the balance sheet at their open market value Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years

Although this accounting policy is in accordance with the applicable accounting standard, SSAP 19, Accounting for investment properties, it is a departure from the general requirement of the Companies Act 2006 for all tangible assets to be depreciated In the opinion of the directors compliance with the standard is necessary for the financial statements to give a true and fair view Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified

1 9 Leasing and hire purchase commitments

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

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

1 10 Investments

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

1 11 Stock

Stock is valued at the lower of cost and net realisable value

1 12 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes The deferred tax balance has not been discounted

1.13 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction All differences are taken to profit and loss account

2 Turnover

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

3	**Operating profit**	**2012**	**2011**
		£	**£**
	Operating profit is stated after charging		
	Amortisation of intangible assets	(48,643)	-
	Depreciation of tangible assets	92,474	76,760
	Loss on disposal of tangible assets	5,046	224
	Loss on foreign exchange transactions	-	840
	Fees payable to the group's auditor for the audit of the group's annual accounts (company £5,000, 2011 £4,750)	14,500	11,000
	Remuneration of auditors for non-audit work (company £7,163, 2011 £5,919)	16,680	10,910
	and after crediting		
	Profit on foreign exchange transactions	(1,459)	-

4	**Interest payable**	**2012**	**2011**
		£	**£**
	On bank loans and overdrafts	47,275	51,926
	Hire purchase interest	5,759	5,324
	On overdue tax	17,308	19,250
		70,342	76,500

5 Taxation	2012 £	2011 £
Domestic current year tax		
U K corporation tax	118,709	129,726
Adjustment for prior years	1,002	-
Total current tax	119,711	129,726
Deferred tax		
Deferred tax charge/credit current year	75	(1,100)
	119,786	128,626
Factors affecting the tax charge for the year		
Profit on ordinary activities before taxation	684,337	613,806
Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 24 43% (2011 - 26 13%)	167,184	160,388
Effects of		
Non deductible expenses	5,004	5,711
Depreciation add back	12,048	20,129
Capital allowances	(17,120)	(27,763)
Adjustments to previous periods	1,002	-
Enhanced research and development relief	(47,530)	(28,730)
Other tax adjustments	(877)	(9)
	(47,473)	(30,662)
Current tax charge for the year	119,711	129,726

6 Profit for the financial year

As permitted by section 408 Companies Act 2006, the holding company's profit and loss account has not been included in these financial statements The profit for the financial year is made up as follows

	2012 £	2011 £
Holding company's profit for the financial year	280,375	169,757

7 Intangible fixed assets

Group

	Negative goodwill on consolidation	Goodwill	Development Costs	Total
	£	£	£	£
Cost				
At 1 January 2012	-	63,493	205,236	268,729
Additions	(60,054)	-	87,811	27,757
At 31 December 2012	(60,054)	63,493	293,047	296,486
Amortisation				
At 1 January 2012	-	63,493	-	63,493
Charge for the year	(48,642)	(1)	-	(48,643)
At 31 December 2012	(48,642)	63,492	-	14,850
Net book value				
At 31 December 2012	(11,412)	1	293,047	281,635
At 31 December 2011	-	-	205,236	205,236

8 Tangible fixed assets

Group

	Land and buildings Freehold	Land and buildings Leasehold	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£	£
Cost or valuation						
At 1 January 2012	2,341,000	7,323	1,344,555	93,981	27,000	3,813,859
Additions	273,111	-	82,042	20,757	-	375,910
At 31 December 2012	2,614,111	7,323	1,426,597	114,738	27,000	4,189,769
Depreciation						
At 1 January 2012	31,585	732	1,159,208	90,149	23,399	1,305,073
Charge for the year	22,765	732	62,254	6,255	900	92,906
At 31 December 2012	54,350	1,464	1,221,462	96,404	24,299	1,397,979
Net book value						
At 31 December 2012	2,559,761	5,859	205,135	18,334	2,701	2,791,790
At 31 December 2011	2,309,416	6,591	168,893	3,688	3,601	2,492,189

The freehold land and buildings are valued on an existing use basis every five years, with an interim valuation in the third year, by a firm of independent Chartered Surveyors The last revaluation last took place in 2009, therefore a revaluation should have taken place this year The directors have therefore failed in this respect to comply with that part of FRS15

If these properties were sold for their revalued amounts it would be necessary to replace them with similar property, and rollover relief against tax on the gain would be available Accordingly, no timing differences arise and no provision has been made for deferred tax in respect of the revaluation

Included above are assets held under finance leases or hire purchase contracts as follows

	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£
Net book values				
At 31 December 2012	89,425	-	-	89,425
At 31 December 2011	48,823	-	-	48,823
Depreciation charge for the year				
31 December 2012	22,449	-	-	22,449
31 December 2011	16,274	-	-	16,274

Tangible fixed assets

Company

	Land and buildings Freehold	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£
Cost or valuation					
At 1 January 2012	2,341,000	561,644	70,795	21,500	2,994,939
Additions	273,111	-	13,390	-	286,501
At 31 December 2012	2,614,111	561,644	84,185	21,500	3,281,440
Depreciation					
At 1 January 2012	31,585	549,139	69,794	20,220	670,738
Charge for the year	22,765	3,126	3,598	320	29,809
At 31 December 2012	54,350	552,265	73,392	20,540	700,547
Net book value					
At 31 December 2012	2,559,761	9,379	10,793	960	2,580,893
At 31 December 2011	2,309,416	12,505	1,001	1,280	2,324,202

The freehold land and buildings are valued on an existing use basis every five years, with an interim valuation in the third year, by a firm of independent Chartered Surveyors The last revaluation last took place in 2009, therefore a revaluation should have taken place this year The directors have therefore failed in this respect to comply with that part of FRS15

If these properties were sold for their revalued amounts it would be necessary to replace them with similar property, and rollover relief against tax on the gain would be available Accordingly, no timing differences arise and no provision has been made for deferred tax in respect of the revaluation

9 Tangible fixed assets

Investment properties	**Group**	**Company**
	£	**£**
Cost or valuation		
At 1 January 2012 & at 31 December 2012	910,000	910,000
Depreciation		
At 1 January 2012 & at 31 December 2012	-	-
Net book value		
At 31 December 2012	910,000	910,000
At 31 December 2011	910,000	910,000

The valuations of investment properties were made as at 31 December 2012 by the directors, on an open market basis No depreciation is provided in respect of these properties

On an historical cost basis these would have been included at an original cost of £729,546 (2011 - £729,546), and aggregate depreciation of £nil (2011 - £nil)

10 Fixed asset investments

Company

	Shares in group undertakings £
Cost or valuation	
At 1 January 2012 & at 31 December 2012	102
Net book value	
At 31 December 2012	102
At 31 December 2011	102

In the opinion of the directors, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet

Holdings of more than 20%

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

Company	Country of registration or incorporation	Shares held	
		Class	%
Subsidiary undertakings			
Cable First Limited	England and Wales	Ordinary	100
Concept Cables Limited	England and Wales	Ordinary	100
Plasticable Limited	England and Wales	Ordinary	100

The principal activity of these undertakings for the last relevant financial year was as follows

	Principal activity
Cable First Limited	Cable Manufacturers
Concept Cables Limited	Cable Manufacturers
Plasticable Limited	Cable Manufacturers

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows - Cable First Limited - capital and reserves £462,340, profit for the year £47,144 Concept Cables Limited - capital and reserves £602,783, profit for the year £255,576 Plasticable Limited - capital and reserves £52,870, loss for the year £66,460

11 Stocks

	Group		Company	
	2012 £	2011 £	2012 £	2011 £
Raw materials and consumables	946,400	850,190	-	-

12 Debtors

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Trade debtors	610,997	716,486	6,817	12,969
Amounts owed by group undertakings	-	-	301,293	323,607
Other debtors	738,283	702,582	730,579	625,947
	1,349,280	1,419,068	1,038,689	962,523

Included in other debtors is a sum of £325,694 (2011 - £341,215) due from Lecraft Products Ltd whose liabilities exceed its assets by £323,560 at 31 December 2012 No provision has been made within these financial statements as the directors anticipate that these debts will be repaid in full

Included in other debtors is a sum of £391,165 (2011 - £338,383) due from Greenridge Construction Ltd whose liabilities exceed its assets by £465,998 at 30 June 2012 No provision has been made within these financial statements as the directors anticipate that these debts will be repaid in full

13 Creditors amounts falling due within one year

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Bank loans and overdrafts	465,832	329,068	463,368	289,989
Net obligations under finance lease and hire purchase contracts	43,690	22,690	-	-
Trade creditors	512,868	472,359	169,869	15,603
Amounts owed to group undertakings	-	-	73,614	24,614
Corporation tax	150,440	175,035	85,904	92,540
Taxes and social security costs	272,993	217,368	52,550	13,224
Directors current accounts	50,091	165,088	5,750	94,808
Other creditors	11,285	11,200	100	100
Accruals and deferred income	30,098	22,357	12,898	10,332
	1,537,297	1,415,165	864,053	541,210

The bank loans are secured by an unlimited multilateral guarantee over the assets of the company and its subsidiaries

14 Creditors : amounts falling due after more than one year

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Bank loans	908,766	1,179,127	908,766	1,179,127
Net obligations under finance leases and hire purchase agreements	38,128	28,393	-	-
	946,894	1,207,520	908,766	1,179,127
Analysis of loans				
Wholly repayable within five years	1,194,318	1,420,605	1,191,718	1,400,249
Included in current liabilities	(285,552)	(241,478)	(282,952)	(221,122)
	908,766	1,179,127	908,766	1,179,127
Loan maturity analysis				
In more than one year but not more than two years	574,000	559,308	287,000	279,654
In more than two years but not more than five years	721,354	1,085,354	360,677	542,677
In more than five years	528,776	738,776	264,388	369,388
Net obligations under finance leases and hire purchase contracts				
Repayable within one year	43,690	22,690	-	-
Repayable between one and five years	38,128	28,393	-	-
	81,818	51,083	-	-
Included in liabilities falling due within one year	(43,690)	(22,690)	-	-
	38,128	28,393	-	-

15 Provisions for liabilities

Group

	Deferred taxation £
Balance at 1 January 2012	5,397
Profit and loss account	75
Balance at 31 December 2012	5,472

The deferred tax liability is made up as follows.

	Group		Company	
	2012 £	2011 £	2012 £	2011 £
Accelerated capital allowances	5,472	5,397	-	-

16 Share capital

	2012 £	2011 £
Allotted, called up and fully paid		
40,000 Ordinary shares class A of each	4,000	4,000
5,000 Ordinary shares class C of each	500	500
	4,500	4,500

Rights to dividends are at the discretion of the directors who hold 'A' class shares only

'A' class ordinary shares have 1 vote per share while 'B' and 'C' ordinary shares have no voting rights

The 'A' class shares have priority to any residue upon winding up in proportion to the nominal amount paid up on such shares

17 Statement of movements on reserves

Group

	Share premium account	Revaluation reserve	Profit and loss account
	£	£	£
Balance at 1 January 2012	70,000	1,576,177	1,598,214
Profit for the year	-	-	564,551
Balance at 31 December 2012	70,000	1,576,177	2,162,765

Company

	Share premium account	Revaluation reserve	Profit and loss account
	£	£	£
Balance at 1 January 2012	70,000	1,576,177	825,813
Profit for the year	-	-	280,375
Balance at 31 December 2012	70,000	1,576,177	1,106,188

18 Reconciliation of movements in shareholders' funds

Group	2012 £	2011 £
Profit for the financial year	564,551	485,180
Opening shareholders' funds	3,248,889	2,763,709
Closing shareholders' funds	3,813,442	3,248,889

Company	2012 £	2011 £
Profit for the financial year	280,375	169,757
Opening shareholders' funds	2,476,490	2,306,733
Closing shareholders' funds	2,756,865	2,476,490

19 Contingent liabilities

Group
The group's bankers hold an Unlimited Multilateral Guarantee over Gemaco Holdings Limited and its subsidiary companies

Leoni Draft GMBH, a supplier of Concept Cables Limited holds a third party cross guarantees given by Gemaco Holdings Limited in favour of Concept Cables Limited for £50,000

Company
The company's bankers hold an Unlimited Multilateral Guarantee in favour of Concept Cables Limited and Cable First Limited dated 8 February 2010

The company's bankers hold an Unlimited Multilateral Guarantee in favour of Plasticable Ltd dated 19 March 2012

Leoni Draft GMBH, a supplier of Concept Cables Limited holds a third party cross guarantees given by Gemaco Holdings Limited in favour of Concept Cables Limited for £50,000

20 Financial commitments

At 31 December 2012 the group had annual commitments under non-cancellable operating leases as follows

	Land and buildings	
	2012	2011
	£	£
Expiry date		
Within one year	13,000	13,000
	13,000	13,000

21 Directors' remuneration

	2012	2011
	£	£
Remuneration for qualifying services	23,920	17,940

22 Employees

Number of employees

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

	2012 Number	2011 Number
Production	40	39
Administration	17	15
	57	54

Employment costs	2012 £	2011 £
Wages and salaries	948,349	841,200
Social security costs	74,441	62,131
	1,022,790	903,331

23 Control

The ultimate controlling party is Mr P Lodge, a director of the company, by virtue of the fact that he owns 50 0025% of the 'A' class ordinary shares issued

24 Related party relationships and transactions

Lecraft Products Ltd

During the year the group entered into transactions with Lecraft Products Ltd, a company under control of Mrs J Lodge Mrs J Lodge is the wife of Mr A Lodge who is a director of Gemaco Holdings Limited All transactions were dealt with at arm's length and were as follows -

	2012 £	2011 £
Property rent received	21,996	21,996
Research and development	87,811	55,215

At 31 December 2012 the balance on the intercompany loan account owed by Lecraft Products Ltd amounted to £325,694 (2011 £341,215)

Greenridge Construction Ltd

During the year the group entered into transactions with Greenridge Construction Ltd, a company in which Mr A Lodge is materially interested as a shareholder All transactions were dealt with at arm's length and were as follows -

	2012 £	2011 £
Construction services	273,111	151,000

At 31 December 2012 the balance on the intercompany loan account owed by Greenridge Construction Ltd amounted to £391,165 (2011 £338,383)

Falco Investments Ltd

During the year the group paid rent to Falco Investments Ltd, a company controlled by Mr A Lodge and his wife, Mrs J Lodge Mr A Lodge is a director and shareholder of Gemaco Holdings Limited The value of this transaction amounted to £13,000 (2011 - £13,000)

At 31 December 2012 the balance on the intercompany loan account owed by Falco Investments Ltd amounted to £2,000 (2011 £nil)

The company has taken advantage of the exemption available in FRS 8 "Related party disclosures" whereby it has not disclosed transactions with any wholly owned subsidiary undertaking