

Company Registration No 04387621 (England and Wales)

PALTANK LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2012

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PALTANK LIMITED

COMPANY INFORMATION

Directors	K D Pomford C Pomford
Secretary	C Pomford
Company number	04387621
Registered office	Gloucester House 72 London Road St Albans Hertfordshire AL1 1NS
Auditors	Mercer & Hole Chartered Accountants Gloucester House 72 London Road St Albans Hertfordshire AL1 1NS
Business address	Gordon House 3 - 5 Leicester Street Southport PR9 0ER
Bankers	Bank of Scotland 43 South Gyle Crescent Edinburgh EH12 9BB

PALTANK LIMITED

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PALTANK LIMITED

DIRECTORS' REPORT

FOR THE PERIOD ENDED 31 MARCH 2012

The directors present their report and financial statements for the period 1 October 2010 to 31 March 2012

Principal activities and review of the business

The company's major activity is the International transportation of bulk wines and spirits in a fleet of dedicated tank containers

The directors of Paltank Limited made the decision to move the year end to 31 March as this would provide a better correlation between our clients and suppliers. It also gave the company time to make changes to computer systems in operations so that we could supply an improved service to our customers and better tracking of the increasing tank fleet.

The 18 months to 31 March 2012 was a very difficult time for Paltank Limited, we were hit very badly by the amount of strikes across Europe and this impacted heavily on our margins. We have spent a considerable amount of time planning and preparing alternative routes so that in the future we will be better prepared if there are to be more strikes across Europe. We have also expanded our personnel to include a dedicated Purchasing Manager with the focus of controlling costs and building better relationships with our suppliers.

The benefits of all these improvements that have been made over the last nine months of 2012 saw the gross margins and net profits were improving. This is expected to continue into next year where it is foreseen that the losses of 2012 will be turned around and the company once again will be making profits.

Results and dividends

The results for the period are set out on page 5

Future developments

There are no future developments

Directors

The following directors have held office since 1 October 2010

K D Pomford

J Wise

C Pomford

(Resigned 23 February 2012)

Financial instruments

The company's principal financial instruments comprise bank balances, bank overdrafts, and invoice discounting arrangement with its bank. The main purpose of these instruments is to finance the company's operations and working capital.

Due to the nature of the financial instruments used by the company, there is no exposure to price risk. The company's approach to managing other risks applicable to the financial instruments concerned is shown below.

In respect of bank balances, the liquidity risk is managed by maintaining a balance between continuity of funding and flexibility through the use of overdrafts at fixed/floating rates of interest.

The company manages the liquidity risk by ensuring that they draw down sufficient funds from their invoice discounting arrangements to meet liabilities as and when they fall due.

PALTANK LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2012

Principal Risks and Uncertainties

The company trades only with recognised, creditworthy third parties. It is the company's policy that all customers who wish to trade on credit terms are subject to credit vetting procedures. In addition, recoverable balances are monitored on an ongoing basis with the result that the company limits its exposure to bad debts.

Key Performance Indicators

The directors have focused the management on the achievement of sales growth and profit before tax. The sales growth targets are being achieved and the directors are satisfied with the account growth.

Auditors

The auditors, Mercer & Hole Chartered Accountants, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

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

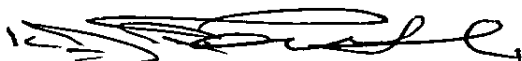
- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's 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.

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company'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 company's auditors are aware of that information.

On behalf of the board



K D Pomford

Director

3 June 2013

PALTANK LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF PALTANK LIMITED

We have audited the financial statements of Paltank Limited for the period ended 31 March 2012 set out on pages 5 to 19. 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 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 31 March 2012 and of its loss for the period 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 period for which the financial statements are prepared is consistent with the financial statements.

PALTANK LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF PALTANK 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



Paul Webster (Senior Statutory Auditor)
for and on behalf of Mercer & Hole Chartered Accountants

6 June 2013.

Chartered Accountants
Statutory Auditor

Gloucester House
72 London Road
St Albans
Hertfordshire
AL1 1NS

PALTANK LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE PERIOD ENDED 31 MARCH 2012

		2012	12 months to 30 September 2010
	Notes	£	£
Turnover	2	23,871,686	13,716,079
Cost of sales		(23,310,809)	(12,542,577)
Gross profit		560,877	1,173,502
Administrative expenses		(1,550,181)	(1,117,927)
Operating (loss)/profit	3	(989,304)	55,575
(Loss) on sale of tangible assets		(6,047)	-
(Loss)/profit on ordinary activities before interest		(995,351)	55,575
Other interest receivable and similar income	4	2	68
Interest payable and similar charges	5	(56,216)	(16,323)
(Loss)/profit on ordinary activities before taxation		(1,051,565)	39,320
Tax on (loss)/profit on ordinary activities	6	91,675	2,809
(Loss)/profit for the period	16	(959,890)	42,129

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

PALTANK LIMITED

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

FOR THE PERIOD ENDED 31 MARCH 2012

	2012	2010
Notes	£	£
(Loss)/profit for the financial period	(959,890)	42,129
Unrealised deficit on revaluation of plant and machinery	<u>707,245</u>	<u>-</u>
Total recognised gains and losses relating to the period	<u>(252,645)</u>	<u>42,129</u>

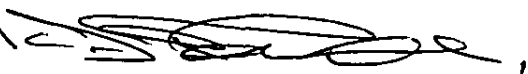
PALTANK LIMITED

BALANCE SHEET

AS AT 31 MARCH 2012

		2012		At 30 September 2010	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	8	3,994,136		2,774,262	
Investments	9		1		1
			<u>3,994,137</u>		<u>2,774,263</u>
Current assets					
Debtors	10	2,849,300		2,745,543	
Cash at bank and in hand		16,793		157,282	
		<u>2,866,093</u>		<u>2,902,825</u>	
Creditors' amounts falling due within one year	11	<u>(5,428,271)</u>		<u>(3,724,886)</u>	
Net current liabilities			<u>(2,562,178)</u>		<u>(822,061)</u>
Total assets less current liabilities			1,431,959		1,952,202
Creditors' amounts falling due after more than one year	12		(1,446,096)		(1,598,019)
Provisions for liabilities	13		<u>(21,186)</u>		<u>(112,861)</u>
			<u>(35,323)</u>		<u>241,322</u>
Capital and reserves					
Called up share capital	15	150,000		150,000	
Revaluation reserve	16	707,245		-	
Profit and loss account	16	<u>(892,568)</u>		<u>91,322</u>	
Shareholders' funds	17		<u>(35,323)</u>		<u>241,322</u>

Approved by the Board and authorised for issue on 3 June 2013



K D Pomford
Director

Company Registration No 04387621

PALTANK LIMITED

CASH FLOW STATEMENT

FOR THE PERIOD ENDED 31 MARCH 2012

		2012	30 September
	£	£	2010
		£	£
Net cash inflow from operating activities		36,831	301,347
Returns on investments and servicing of finance			
Interest received	2	68	
Interest paid	(56,216)	(16,323)	
Net cash outflow for returns on investments and servicing of finance		(56,214)	(16,255)
Taxation		-	19,318
Capital expenditure			
Payments to acquire tangible assets	(682,008)	(839,547)	
Net cash outflow for capital expenditure		(682,008)	(839,547)
Equity dividends paid		(24,000)	-
Net cash outflow before management of liquid resources and financing		(725,391)	(535,137)
Financing			
New long term bank loan	500,000	488,095	
Repayment of long term bank loan	(178,571)	-	
Capital element of hire purchase contracts	(302,396)	(202,596)	
Net cash inflow from financing		19,033	285,499
Decrease in cash in the period		(706,358)	(249,638)

PALTANK LIMITED

NOTES TO THE CASH FLOW STATEMENT

FOR THE PERIOD ENDED 31 MARCH 2012

1	Reconciliation of operating (loss)/profit to net cash inflow from operating activities	2012	2010
		£	£
	Operating (loss)/profit	(989,304)	55,575
	Depreciation of tangible assets	163,331	141,913
	(Increase)/decrease in debtors	(103,757)	33,849
	Increase in creditors within one year	966,561	70,010
	Net cash inflow from operating activities	36,831	301,347

2	Analysis of net debt	1 October 2010	Cash flow	Other non-cash changes	31 March 2012
		£	£	£	£
	Net cash				
	Cash at bank and in hand	157,282	(140,489)	-	16,793
	Bank overdrafts	(394,675)	(565,869)	-	(960,544)
		(237,393)	(706,358)	-	(943,751)
	Bank deposits	-	-	-	-
	Debt				
	Finance leases	(1,384,226)	302,400	-	(1,081,826)
	Debts falling due within one year	(71,428)	(71,430)	-	(142,858)
	Debts falling due after one year	(416,667)	(249,999)	-	(666,666)
		(1,872,321)	(19,029)	-	(1,891,350)
	Net debt	(2,109,714)	(725,387)	-	(2,835,101)

3	Reconciliation of net cash flow to movement in net debt	2012	2010
		£	£
	Decrease in cash in the period	(706,358)	(249,638)
	Cash inflow from increase in debt and lease financing	(19,029)	(285,499)
	Movement in net debt in the period	(725,387)	(535,137)
	Opening net debt	(2,109,714)	(1,574,577)
	Closing net debt	(2,835,101)	(2,109,714)

PALTANK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 MARCH 2012

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of plant and machinery

1.1a Going concern

The financial statements have been prepared on a going concern basis. The company will continue to rely on the support of the director, and the financial statements do not include any adjustments that would result from the withdrawal of such support

1.2 Turnover

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

1.3 Tangible fixed assets and depreciation

Tangible fixed assets 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

Plant and machinery	5% straight line
Computer equipment	15% and 33 33% straight line
Fixtures, fittings & equipment	15% straight line

No depreciation is charged on computer equipment and fixtures & fittings in the year that the assets are acquired. All plant and machinery additions are depreciated in the year of acquisition. Following a review by the directors, tank container equipment is now depreciated over 25 years, even those assets which are subject to a lease purchase arrangement as the directors consider this to be the useful life of the assets

1.4 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

1.5 Investments

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

1.6 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the period they are payable

1.7 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future

PALTANK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2012

1 Accounting policies (continued)

1.8 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 company for the period has been derived from its principal activity wholly undertaken in the United Kingdom.

3 Operating (loss)/profit	2012	2010
	£	£
Operating (loss)/profit is stated after charging		
Depreciation of tangible assets	163,331	141,913
Operating lease rentals	28,208	22,304
Auditors' remuneration (including expenses and benefits in kind)	7,500	7,500
	<u> </u>	<u> </u>

4 Investment income	2012	2010
	£	£
Bank interest	2	-
Other interest	-	68
	<u> </u>	<u> </u>
	2	68
	<u> </u>	<u> </u>

5 Interest payable	2012	2010
	£	£
On bank loans and overdrafts	53,848	14,717
Hire purchase interest	2,368	1,606
	<u> </u>	<u> </u>
	56,216	16,323
	<u> </u>	<u> </u>

PALTANK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2012

6	Taxation	2012	2010
		£	£
	Domestic current year tax		
	U K corporation tax	-	(19,318)
	Current tax charge	-	(19,318)
	Deferred tax		
	Deferred tax charge/(credit)	(91,675)	16,509
		<u>(91,675)</u>	<u>(2,809)</u>
	Factors affecting the tax charge for the period		
	(Loss)/profit on ordinary activities before taxation	<u>(1,051,565)</u>	<u>39,320</u>
	(Loss)/profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 26.66% (2010 - 21.00%)	<u>(280,347)</u>	<u>8,257</u>
	Effects of		
	Non deductible expenses	7,854	16,619
	Depreciation add back	43,544	29,802
	Capital allowances	(186,935)	(98,851)
	Tax losses utilised	-	(19,318)
	Unutilised loss	415,884	44,173
		<u>280,347</u>	<u>(27,575)</u>
	Current tax charge	-	(19,318)
7	Dividends	2012	2010
		£	£
	Ordinary interim paid	<u>24,000</u>	<u>-</u>

PALTANK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2012

8 Tangible fixed assets

	Plant and machinery	Fixtures, fittings & equipment	Total
	£	£	£
Cost or valuation			
At 1 October 2010	3,027,754	36,557	3,064,311
Additions	623,011	58,997	682,008
Revaluation	615,459	-	615,459
Disposals	(147,596)	(6,068)	(153,664)
At 31 March 2012	<u>4,118,628</u>	<u>89,486</u>	<u>4,208,114</u>
Depreciation			
At 1 October 2010	281,031	9,018	290,049
Revaluation	(91,786)	-	(91,786)
On disposals	(145,755)	(1,862)	(147,617)
Charge for the period	<u>156,333</u>	<u>6,999</u>	<u>163,332</u>
At 31 March 2012	<u>199,823</u>	<u>14,155</u>	<u>213,978</u>
Net book value			
At 31 March 2012	<u>3,918,805</u>	<u>75,331</u>	<u>3,994,136</u>
At 30 September 2010	<u>2,746,723</u>	<u>27,539</u>	<u>2,774,262</u>

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

	Plant and machinery
	£
Net book values	
At 31 March 2012	<u>1,456,000</u>
At 30 September 2010	<u>1,528,000</u>
Depreciation charge for the period	
At 31 March 2012	<u>72,000</u>
At 30 September 2010	<u>72,000</u>

PALTANK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2012

8 Tangible fixed assets (continued)

The directors carried out a review of tangible fixed assets in the period. In the opinion of the directors, the open market value of the owned tankers included within plant and machinery was considerably in excess of their carrying value. The owned tankers were therefore revalued to their open market value as at 31 March 2012.

9 Fixed asset investments

	Unlisted investments £
Cost or valuation	
At 1 October 2010 & at 31 March 2012	1
Net book value	
At 31 March 2012	1
At 30 September 2010	1

The fixed asset investment is for 100% holding of 1 ordinary share in Paljuice Limited a fellow subsidiary, a company incorporated in England. This company has not yet commenced trading.

10 Debtors	2012	2010
	£	£
Trade debtors	2,808,040	2,668,183
Other debtors	6,779	49,753
Prepayments and accrued income	34,481	27,607
	<u>2,849,300</u>	<u>2,745,543</u>

Trade debtors of £2,721,792 (2010: £2,668,183) are subject to an invoice discounting arrangement.

PALTANK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2012

11 Creditors amounts falling due within one year	2012	2010
	£	£
Bank loans and overdrafts	1,103,402	466,103
Net obligations under hire purchase contracts	302,396	202,874
Trade creditors	2,525,257	2,620,629
Taxes and social security costs	121,241	27,075
Other creditors	376,251	870
Accruals and deferred income	999,724	407,335
	<u>5,428,271</u>	<u>3,724,886</u>

The bank loan and overdraft are secured over the assets in the company

PALTANK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2012

12 Creditors: amounts falling due after more than one year	2012	2010
	£	£
Bank loans	666,666	416,667
Net obligations under hire purchase contracts	779,430	1,181,352
	<u>1,446,096</u>	<u>1,598,019</u>
Analysis of loans		
Not wholly repayable within five years by instalments	95,238	130,952
Wholly repayable within five years	714,286	357,143
	<u>809,524</u>	<u>488,095</u>
Included in current liabilities	(142,858)	(71,428)
	<u>666,666</u>	<u>416,667</u>
Instalments not due within five years	-	-
Loan maturity analysis		
In more than one year but not more than two years	142,858	71,429
In more than two years but not more than five years	428,570	214,286
In more than five years	95,238	130,952
	<u></u>	<u></u>
Net obligations under hire purchase contracts		
Repayable within one year	302,396	202,874
Repayable between one and five years	779,429	1,014,368
Repayable after five years	-	171,911
	<u>1,081,825</u>	<u>1,389,153</u>
Included in liabilities falling due within one year	(302,396)	(202,874)
	<u>779,429</u>	<u>1,186,279</u>

Net obligations under finance lease and hire purchase contracts are secured by fixed charges on the assets concerned

Bank loans are secured over the assets of the company Interest is charged at an annual rate of 5 3% over the Bank of Scotland bank base rate

PALTANK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2012

13 Provisions for liabilities

	Deferred tax liability £
Balance at 1 October 2010	112,861
Profit and loss account	(91,675)
Balance at 31 March 2012	21,186

The deferred tax liability is made up as follows

	2012 £	2010 £
Accelerated capital allowances	610,977	336,610
Tax losses available	(589,791)	(223,749)
	21,186	112,861

14 Pension and other post-retirement benefit commitments
Defined contribution

	2012 £	2010 £
Contributions payable by the company for the period	2,575	1,336

15 Share capital

	2012 £	2010 £
Allotted, called up and fully paid		
100,000 Ordinary shares of £1 each	100,000	100,000
50,000 Ordinary A shares of £1 each	50,000	50,000
	150,000	150,000

PALTANK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2012

16 Statement of movements on reserves

	Revaluation reserve	Profit and loss account
	£	£
Balance at 1 October 2010	-	91,322
Loss for the period	-	(959,890)
Dividends paid	-	(24,000)
Revaluation during the period	707,245	-
	<u>707,245</u>	<u>-</u>
Balance at 31 March 2012	<u>707,245</u>	<u>(892,568)</u>

17 Reconciliation of movements in shareholders' funds

	2012 £	2010 £
(Loss)/Profit for the financial period	(959,890)	42,129
Dividends	(24,000)	-
	<u>(983,890)</u>	<u>42,129</u>
Other recognised gains and losses	707,245	-
	<u>(276,645)</u>	<u>42,129</u>
Net (depletion in)/addition to shareholders' funds	241,322	199,193
Opening shareholders' funds	<u>(35,323)</u>	<u>241,322</u>
Closing shareholders' funds	<u>(35,323)</u>	<u>241,322</u>

18 Financial commitments

At 31 March 2012 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 March 2013

	Land and buildings		Other	
	2012	2010	2012	2010
	£	£	£	£
Operating leases which expire				
Within one year	-	-	117,722	-
Between two and five years	17,500	20,661	973,990	-
In over five years	-	-	606,012	-
	<u>17,500</u>	<u>20,661</u>	<u>1,697,724</u>	<u>-</u>

PALTANK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2012

19 Directors' remuneration	2012	2010
	£	£
Remuneration for qualifying services	<u>158,796</u>	<u>103,050</u>

20 Employees

Number of employees

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

	2012	2010
	Number	Number
Administration	<u>25</u>	<u>21</u>

Employment costs

	2012	2010
	£	£
Wages and salaries	815,119	457,037
Social security costs	77,011	42,890
Other pension costs	<u>2,575</u>	<u>1,336</u>
	<u>894,705</u>	<u>501,263</u>

21 Control

The company is under the ultimate control of K D Pomford and J Wise

22 Related party transactions

The director K D Pomford has given a personal guarantee of £1,000,000 (2010 £500,000) to the company's finance providers. The director K D Pomford and former director J Wise were paid dividends of £12,000 each in the period. During the period the director K D Pomford introduced funds into the company amounting to £400,000. At the period end £375,000 (2010 (£25,000)) was due to K D Pomford.