



REGISTERED NUMBER. 6339657 (England and Wales)

C & O HOLDINGS LIMITED
REPORT OF THE DIRECTOR AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011

Hopper Williams & Bell Limited
Statutory Auditor
Highland House
Mayflower Close
Chandler's Ford
Eastleigh
Hampshire
SO53 4AR



C & O HOLDINGS LIMITED (REGISTERED NUMBER: 6339657)

**CONTENTS OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011**

	Page
Company Information	1
Report of the Director	2
Report of the Independent Auditors	4
Consolidated Profit and Loss Account	6
Consolidated Balance Sheet	7
Company Balance Sheet	8
Consolidated Cash Flow Statement	9
Notes to the Consolidated Cash Flow Statement	10
Notes to the Consolidated Financial Statements	12

C & O HOLDINGS LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2011**

DIRECTOR: A G Coles

REGISTERED OFFICE Blandford Heights
Blandford
Dorset
DT11 7TF

REGISTERED NUMBER: 6339657 (England and Wales)

**SENIOR STATUTORY
AUDITOR** Geoffrey Rhodes FCCA

AUDITORS: Hopper Williams & Bell Limited
Statutory Auditor
Highland House
Mayflower Close
Chandler's Ford
Eastleigh
Hampshire
SO53 4AR

**REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 31 MARCH 2011**

The director presents his report with the financial statements of the company and the group for the year ended 31 March 2011

PRINCIPAL ACTIVITY

The principal activity of the group in the year under review was that of the buying and retailing of agricultural machinery and associated parts

REVIEW OF BUSINESS

The results for the group show turnover of £30,893,730 (2010 £33,222,888) and a profit before tax of £301,105 (2010 £369,435) for the year

The group has net assets of £1,753,770 (2010 £1,547,971)

Development and performance of the group

The group has performed strongly during the year. Although turnover decreased by 7% and profit before tax decreased by 18.26% compared to the prior year, the group has again achieved a strong financial result for the year, posting a pre-tax profit of £301,000.

Future outlook

The director is confident that the group will consolidate its position. The group's performance has remained strong during the current financial year to date. There is, however, evidence in the market place that overall demand for the group's services will level or slightly decline this year as a result of decreases in capital expenditure and the world-wide recession.

Principal risks and uncertainties

The management of the business and the execution of the group's strategy are subject to a number of risks.

The key business risks and uncertainties affecting the group are considered to relate to relationships with key suppliers and customers, the retention of key staff and the wider economic climate.

Key performance indicators ("KPIs")

Given the complexity of the business, the group's director is of the opinion that analysis using KPIs is not necessary for an understanding of the development, performance or position of the group.

DIVIDENDS

An interim dividend of £3 per share was paid on the Ordinary B £1 shares on 31 March 2011. No dividends were paid on any other classes of shares.

The total distribution of dividends for the year ended 31 March 2011 will be £30,000.

FIXED ASSETS

In the opinion of the director, the book value of land shown in the balance sheet is lower than the market value at the balance sheet date by approximately £1m.

DIRECTOR

A G Coles held office during the whole of the period from 1 April 2010 to the date of this report.

**REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 31 MARCH 2011**

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Report of the Director and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these financial statements the director is required to

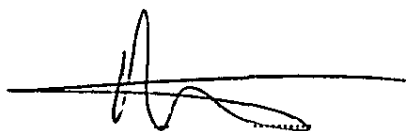
- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable him to ensure that the financial statements comply with the Companies Act 2006. He is 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 AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

ON BEHALF OF THE BOARD



A G Coles - Director

Date

7/12/2011

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF C & O HOLDINGS LIMITED

We have audited the financial statements of C & O Holdings Limited for the year ended 31 March 2011 on pages six to twenty two. 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 a Report of the Auditors 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 director and auditors

As explained more fully in the Statement of Director's Responsibilities set out on page three, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the director, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the financial statements 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 group's and of the parent company's affairs as at 31 March 2011 and of the group's profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Director for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
C & O HOLDINGS LIMITED**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of director's remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit

Hopper Williams & Bell

Geoffrey Rhodes FCCA (Senior Statutory Auditor)
for and on behalf of Hopper Williams & Bell Limited
Statutory Auditor
Highland House
Mayflower Close
Chandler's Ford
Eastleigh
Hampshire
SO53 4AR

Date *14/12/11*

C & O HOLDINGS LIMITED (REGISTERED NUMBER 6339657)

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2011**

	Notes	2011 £	2010 £
TURNOVER		30,893,730	33,222 888
Cost of sales		<u>(28,868,533)</u>	<u>(30,995 927)</u>
GROSS PROFIT		2,025,197	2,226 961
Distribution costs		<u>(81,327)</u>	<u>(37,199)</u>
Administrative expenses		<u>(1,597,543)</u>	<u>(1,758 043)</u>
		346,327	431 719
Other operating income		<u>8,274</u>	<u>14 106</u>
OPERATING PROFIT	3	354,601	445 825
Interest receivable and similar income		<u>1,000</u>	<u>545</u>
		355,601	446,370
Interest payable and similar charges	4	<u>(54,496)</u>	<u>(76,935)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		301,105	369,435
Tax on profit on ordinary activities	5	<u>(65,306)</u>	<u>(96,234)</u>
PROFIT FOR THE FINANCIAL YEAR FOR THE GROUP		<u>235,799</u>	<u>273,201</u>

CONTINUING OPERATIONS

None of the group's activities were acquired or discontinued during the current year or previous year

TOTAL RECOGNISED GAINS AND LOSSES

The group has no recognised gains or losses other than the profits for the current year or previous year

The notes form part of these financial statements

C & O HOLDINGS LIMITED (REGISTERED NUMBER 6339657)

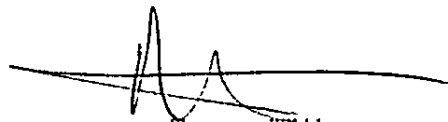
**CONSOLIDATED BALANCE SHEET
31 MARCH 2011**

	Notes	2011 £	2010 £
FIXED ASSETS			
Tangible assets	8	1,118,450	1,180,742
Investments	9	-	-
		<u>1,118,450</u>	<u>1,180,742</u>
CURRENT ASSETS			
Stocks	10	3,001,760	4,075,450
Debtors	11	9,936,825	9,552,134
Cash at bank and in hand		1,143	83,187
		<u>12,939,728</u>	<u>13,710,771</u>
CREDITORS			
Amounts falling due within one year	12	(12,007,310)	(12,959,697)
NET CURRENT ASSETS		<u>932,418</u>	<u>751,074</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,050,868</u>	<u>1,931,816</u>
CREDITORS			
Amounts falling due after more than one year	13	(273,320)	(380,484)
PROVISIONS FOR LIABILITIES	17	(23,778)	(3,361)
NET ASSETS		<u>1,753,770</u>	<u>1,547,971</u>
CAPITAL AND RESERVES			
Called up share capital	18	270,000	270,000
Profit and loss account	19	1,483,770	1,277,971
SHAREHOLDERS' FUNDS	22	<u>1,753,770</u>	<u>1,547,971</u>

The financial statements were approved by the director on

7/12/2011

and were signed by



A G Coles - Director

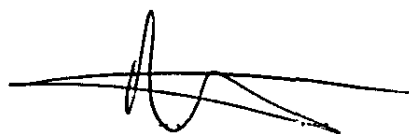
The notes form part of these financial statements

C & O HOLDINGS LIMITED (REGISTERED NUMBER. 6339657)

**COMPANY BALANCE SHEET
31 MARCH 2011**

	Notes	2011 £	2010 £
FIXED ASSETS			
Tangible assets	8	878,585	-
Investments	9	270,000	270 000
		<u>1,148,585</u>	<u>270 000</u>
CREDITORS			
Amounts falling due within one year	12	(878,585)	-
NET CURRENT LIABILITIES		<u>(878,585)</u>	<u>-</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>270,000</u>	<u>270,000</u>
CAPITAL AND RESERVES			
Called up share capital	18	270,000	270,000
SHAREHOLDERS' FUNDS	22	<u>270,000</u>	<u>270,000</u>

The financial statements were approved by the director on 7/12/2011 and were signed by



A G Coles - Director

The notes form part of these financial statements

C & O HOLDINGS LIMITED (REGISTERED NUMBER: 6339657)

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2011**

	Notes	2011 £	2010 £
Net cash (outflow)/inflow from operating activities	1	(209,413)	1,176,366
Returns on investments and servicing of finance	2	(53,496)	(76,390)
Taxation		(83,701)	(86,238)
Capital expenditure	2	(40,609)	1,189
Equity dividends paid		(30,000)	(30,000)
		<u>(417,219)</u>	<u>984,927</u>
Financing	2	(113,897)	(87,034)
(Decrease)/Increase in cash in the period		<u>(531,116)</u>	<u>897,893</u>
Reconciliation of net cash flow to movement in net debt	3		
(Decrease)/Increase in cash in the period		(531,116)	897,893
Cash outflow/(inflow) from decrease/(increase) in debt and lease financing		<u>109,602</u>	<u>(3,947)</u>
Change in net debt resulting from cash flows		<u>(421,514)</u>	<u>893,946</u>
Movement in net debt in the period		<u>(421,514)</u>	<u>893,946</u>
Net debt at 1 April		<u>(428,306)</u>	<u>(1,322,252)</u>
Net debt at 31 March		<u>(849,820)</u>	<u>(428,306)</u>

The notes form part of these financial statements

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2011**

1 RECONCILIATION OF OPERATING PROFIT TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES

	2011 £	2010 £
Operating profit	354,601	445,825
Depreciation charges	126,404	127,567
Profit on disposal of fixed assets	(5,603)	(9,682)
Decrease/(Increase) in stocks	1,073,690	(179,838)
(Increase)/Decrease in debtors	(384,691)	3,518,725
Decrease in creditors	(1,373,814)	(2,726,231)
Net cash (outflow)/inflow from operating activities	(209,413)	1,176,366

2 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2011 £	2010 £
Returns on investments and servicing of finance		
Interest received	1,000	545
Interest paid	(44,419)	(67,386)
Interest element of hire purchase payments	(10,077)	(9,549)
Net cash outflow for returns on investments and servicing of finance	(53,496)	(76,390)
Capital expenditure		
Purchase of tangible fixed assets	(55,463)	(15,918)
Sale of tangible fixed assets	14,854	17,107
Net cash (outflow)/inflow for capital expenditure	(40,609)	1,189
Financing		
Loan repayments in year	(53,192)	(66,237)
Hire purchase repayments in year	(74,310)	(64,713)
Amount introduced by directors	13,605	43,916
Net cash outflow from financing	(113,897)	(87,034)

The notes form part of these financial statements

C & O HOLDINGS LIMITED (REGISTERED NUMBER 6339657)

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2011**

3 ANALYSIS OF CHANGES IN NET DEBT

	At 14 10	Cash flow	At
	£	£	31 3.11
			£
Net cash			
Cash at bank and in hand	83,187	(82,044)	1,143
Bank overdraft	-	(449,072)	(449,072)
	<u>83,187</u>	<u>(531,116)</u>	<u>(447,929)</u>
Debt			
Hire purchase	(159,912)	56,410	(103,502)
Debts falling due within one year	(63,422)	(1,477)	(64,899)
Debts falling due after one year	(288,159)	54,669	(233,490)
	<u>(511,493)</u>	<u>109,602</u>	<u>(401,891)</u>
Total	<u>(428,306)</u>	<u>(421,514)</u>	<u>(849,820)</u>

The notes form part of these financial statements

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011**

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

Basis of consolidation

The consolidated financial statements incorporate the results of C & O Holdings Limited and all of its subsidiary undertakings as at 31 March 2011 using the acquisition method of accounting from the date of acquisition

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax. Turnover is recognised when the goods are physically delivered to the customer

The turnover is attributable to the one principal activity of the company and is all generated from the United Kingdom

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or if held under a finance lease, over the lease term, whichever is the shorter

Freehold property	- 2% Straight line
Plant and machinery	- 10% Straight line
Fixtures and fittings	- 16 67% Straight line
Motor vehicles	- 33% Reducing balance
Computer equipment	- 33% Straight line

No depreciation is provided on freehold land

Stocks

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

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease

Pension costs and other post-retirement benefits

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to the profit and loss account in the period to which they relate

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2011**2 STAFF COSTS**

	2011 £	2010 £
Wages and salaries	1,805,597	2,221,537
Social security costs	178,767	181,056
Other pension costs	31,107	28,306
	<u>2,015,471</u>	<u>2 430,899</u>

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

	2011	2010
Production	74	72
Administrative	12	12
Directors	4	4
	<u>90</u>	<u>88</u>

3 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

	2011 £	2010 £
Hire of plant and machinery	-	22
Other operating leases	125,758	124,587
Depreciation - owned assets	60,251	80,308
Depreciation - assets on hire purchase contracts	66,153	47,259
Profit on disposal of fixed assets	(5,603)	(9,682)
Auditors' remuneration	17,980	17,050
Auditors remuneration - non audit work	22,285	42,165
	<u>91,007</u>	<u>81,200</u>
Director's remuneration	7,245	3,167
Director's pension contributions to money purchase schemes		

The number of directors to whom retirement benefits were accruing was as follows

Money purchase schemes	<u>1</u>	<u>1</u>
------------------------	----------	----------

4 INTEREST PAYABLE AND SIMILAR CHARGES

	2011 £	2010 £
Bank interest	19,249	30,315
Other interest	2,800	14,630
Loan interest	22,370	22,441
Hire purchase	10,077	9,549
	<u>54,496</u>	<u>76,935</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2011

5 TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows

	2011 £	2010 £
Current tax		
UK corporation tax	44,889	83,701
Prior year over/under provision	-	28,263
Total current tax	<u>44,889</u>	<u>111,964</u>
Deferred tax		
Deferred tax	20,417	5,698
Prior year over/under provision	-	(21,428)
Total deferred tax	<u>20,417</u>	<u>(15,730)</u>
Tax on profit on ordinary activities	<u>65,306</u>	<u>96,234</u>

Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below

	2011 £	2010 £
Profit on ordinary activities before tax	<u>301,105</u>	<u>369,435</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 21% (2010 - 28%)	63,232	103,442
Effects of		
Capital allowances less than depreciation	2,392	229
Disallowable expenses	265	383
Other timing differences	(21,000)	(571)
Prior year over/under provision	-	28,263
Marginal relief	-	(19,782)
Current tax charge	<u>44,889</u>	<u>111,964</u>

6 PROFIT OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the profit and loss account of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £30,000 (2010 - £30,000)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2011

7 DIVIDENDS

	2011 £	2010 £
Ordinary B shares of £1 each		
Interim	<u>30,000</u>	<u>30,000</u>

8 TANGIBLE FIXED ASSETS

Group

	Freehold property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 April 2010	1,040,297	181,924	47,545
Additions	33,516	17,394	4,003
At 31 March 2011	<u>1,073,813</u>	<u>199,318</u>	<u>51,548</u>
DEPRECIATION			
At 1 April 2010	170,876	114,374	35,374
Charge for year	24,352	16,717	5,763
Eliminated on disposal	-	-	-
At 31 March 2011	<u>195,228</u>	<u>131,091</u>	<u>41,137</u>
NET BOOK VALUE			
At 31 March 2011	<u>878,585</u>	<u>68,227</u>	<u>10,411</u>
At 31 March 2010	<u>869,421</u>	<u>67,550</u>	<u>12,171</u>
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 April 2010	496,639	64,591	1,830,996
Additions	17,900	550	73,363
Disposals	(52,124)	-	(52,124)
At 31 March 2011	<u>462,415</u>	<u>65,141</u>	<u>1,852,235</u>
DEPRECIATION			
At 1 April 2010	277,836	51,794	650,254
Charge for year	73,284	6,288	126,404
Eliminated on disposal	(42,873)	-	(42,873)
At 31 March 2011	<u>308,247</u>	<u>58,082</u>	<u>733,785</u>
NET BOOK VALUE			
At 31 March 2011	<u>154,168</u>	<u>7,059</u>	<u>1,118,450</u>
At 31 March 2010	<u>218,803</u>	<u>12,797</u>	<u>1,180,742</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2011**

8 TANGIBLE FIXED ASSETS - continued

Group

The net book value of tangible fixed assets includes £132,328 (2010 - £184,694) in respect of assets held under hire purchase contracts

Company

	Freehold property £
COST	
Additions	<u>878,585</u>
At 31 March 2011	<u>878,585</u>
NET BOOK VALUE	
At 31 March 2011	<u><u>878,585</u></u>

9 FIXED ASSET INVESTMENTS

Company

	Shares in group undertakings £
COST	
At 1 April 2010 and 31 March 2011	<u>270,000</u>
NET BOOK VALUE	
At 31 March 2011	<u><u>270,000</u></u>
At 31 March 2010	<u><u>270,000</u></u>

The company's investments in shares in group undertakings comprises 100% of the issued ordinary share capital of the following companies, all of which are registered in England & Wales

C & O Tractors Limited
C & O Garden Machinery Limited
C & O Groundcare Limited
C & O Hire Limited
Vugot Limited

The principal activity of C & O Tractors Limited is the retail of agricultural machinery and parts. The other companies are dormant. All of the above companies are included in the consolidated accounts.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2011

10 STOCKS

	Group	
	2011	2010
	£	£
Stocks	<u>3,001,760</u>	<u>4,075,450</u>

11 DEBTORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group	
	2011	2010
	£	£
Trade debtors	9,773,587	9,403,454
Other debtors	13,512	3,862
Prepayments and accrued income	<u>149,726</u>	<u>144,818</u>
	<u>9,936,825</u>	<u>9,552,134</u>

12 CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Bank loans and overdrafts (see note 14)	472,304	21,755	-	-
Other loans (see note 14)	41,667	41,667	-	-
Hire purchase contracts (see note 15)	63,672	67,587	-	-
Trade creditors	10,167,138	10,804,301	-	-
Amounts owed to group undertakings	-	-	878,585	-
Tax	44,889	83,701	-	-
Social security and other taxes	53,711	57,091	-	-
VAT	804,979	1,386,067	-	-
Other creditors	104,350	70,775	-	-
Directors' current accounts	21,248	7,643	-	-
Accruals and deferred income	<u>233,352</u>	<u>419,110</u>	-	-
	<u>12,007,310</u>	<u>12,959,697</u>	<u>878,585</u>	<u>-</u>

13 CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group	
	2011	2010
	£	£
Bank loans (see note 14)	96,555	121,492
Other loans (see note 14)	136,935	166,667
Hire purchase contracts (see note 15)	<u>39,830</u>	<u>92,325</u>
	<u>273,320</u>	<u>380,484</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2011

14 LOANS

An analysis of the maturity of loans is given below

	Group	
	2011	2010
	£	£
Amounts falling due within one year or on demand		
Bank overdrafts	449,072	-
Bank loans	23,232	21,755
Other loans	41,667	41,667
	<u>513,971</u>	<u>63,422</u>
Amounts falling due between one and two years		
Bank loans	24,859	23,270
Other loans	41,667	41,667
	<u>66,526</u>	<u>64,937</u>
Amounts falling due between two and five years		
Bank loans	71,696	79,991
Other loans	95,268	125,000
	<u>166,964</u>	<u>204,991</u>
Amounts falling due in more than five years		
Repayable by instalments		
Bank loans	-	18,231
	<u>-</u>	<u>18,231</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2011

15 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

Group

	Hire purchase contracts	
	2011	2010
	£	£
Gross obligations repayable		
Within one year	69,189	77,194
Between one and five years	41,828	98,280
	<u>111,017</u>	<u>175,474</u>
Finance charges repayable		
Within one year	5,517	9,607
Between one and five years	1,998	5,955
	<u>7,515</u>	<u>15,562</u>
Net obligations repayable		
Within one year	63,672	67,587
Between one and five years	39,830	92,325
	<u>103,502</u>	<u>159,912</u>

The following operating lease payments are committed to be paid within one year

Group

	Land and buildings	
	2011	2010
	£	£
Expiring		
Within one year	<u>124,580</u>	<u>124,580</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2011

16 SECURED DEBTS

The following secured debts are included within creditors

	Group	
	2011	2010
	£	£
Bank overdraft	449,072	-
Bank loans	119,787	143,247
Hire purchase contracts	103,502	159,912
Other loan	178,602	208,333
	<u>850,963</u>	<u>511,492</u>

The other loan is repayable by annual instalments of £55 000, the final payment being due in May 2014. The interest rate on this loan is fixed at 2.5% per annum. The loan is secured by way of a fixed charge over a group freehold property.

The bank overdraft and loan are secured by way of debenture over the assets of the group and a legal charge over the land at Landshire Lane, Henstridge.

The bank loan is repayable by monthly instalments, the final payment being due in December 2015. The interest rate on this loan is fixed at base rate plus 2% per annum.

Amounts payable under hire purchase contracts are secured by way of fixed charges over the individual assets acquired.

17 PROVISIONS FOR LIABILITIES

	Group	
	2011	2010
	£	£
Deferred tax	<u>23,778</u>	<u>3,361</u>
Group		Deferred tax
		£
Balance at 1 April 2010		3,361
Accelerated capital allowances		(5,343)
Other timing differences		26,000
Change in tax rate		(240)
Balance at 31 March 2011		<u>23,778</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2011

18 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid Number	Class	Nominal value	2011 £	2010 £
260,000	Ordinary A	£1	260,000	260,000
10,000	Ordinary B	£1	10,000	10,000
			<u>270,000</u>	<u>270,000</u>

The A and B shares rank pari passu in all respects, except that the directors may declare a dividend on one class and not the other or of differing amounts for each type of share

Should a bona fide, independent offer be made for the shares of the company that is acceptable to the holders of the A shares, then such an offer shall also be deemed to be binding on the holders of the B shares

19 RESERVES

Group

	Profit and loss account £
At 1 April 2010	1,277,971
Profit for the year	235,799
Dividends	(30,000)
At 31 March 2011	<u>1,483,770</u>

Company

	Profit and loss account £
Profit for the year	30,000
Dividends	(30,000)
At 31 March 2011	<u>-</u>

20 PENSION COMMITMENTS

The group operates a defined contribution pension scheme on behalf of its directors and certain employees. The assets of the scheme are held separately from those of the group in an independently administered fund. Contributions made to the scheme amounted to £31,106 (2010 £28,306). There were no outstanding contributions at the year end (2010 £nil).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2011

21 RELATED PARTY DISCLOSURES

The group is controlled by Mr E G Coles and Mr A G Coles (director), each of whom is interested in 50% of the company's issued share capital

At the balance sheet date the group owed £21,248 to Mr A G Coles, a director (2010 £7,643)

During the year consultancy fees of £33,552 (2010 - £41,409) were paid to Mr E G Coles (father of Mr A G Coles) At the balance sheet date, Mr E G Coles was owed £74,326 by the group (2010 - £40,775)

During the year under review the following transactions took place between the group and the E G Coles & Son partnership, of which, Mr E G Coles and Mr A G Coles are partners

	2011 £	2010 £
Sales to and management charges receivable from the partnership	501,289	297,773
Amount due from the partnership at the balance sheet date	<u>377,106</u>	<u>190,792</u>
Purchases from and expenses reimbursed to the partnership	158,044	65,036
Amount due to the partnership at the balance sheet date	<u>170,115</u>	<u>23,402</u>

The company has taken advantage of the exemption within Financial Reporting Standard Number 8 "Related Party Transactions" from the disclosure of transactions entered into between two members of a group as the company is a subsidiary undertaking which is wholly owned by a its parent company

22 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**Group**

	2011 £	2010 £
Profit for the financial year	235,799	273,201
Dividends	(30,000)	(30,000)
Net addition to shareholders' funds	<u>205,799</u>	<u>243,201</u>
Opening shareholders' funds	1,547,971	1,304,770
Closing shareholders' funds	<u>1,753,770</u>	<u>1,547,971</u>

Company

	2011 £	2010 £
Profit for the financial year	30,000	30,000
Dividends	(30,000)	(30,000)
Opening shareholders' funds	<u>270,000</u>	<u>270,000</u>
Closing shareholders' funds	<u>270,000</u>	<u>270,000</u>